

TXO PRODUCTION CORP.

1800 LINCOLN CENTER BUILDING DENVER, COLORADO 80264

TELEPHONE (303) 861-4246

October 8, 1982

Mr. Norm Stout State of Utah Division of Oil, Gas, & Mining 4241 State Office Building Salt Lake City, Utah 84114

Re: Valentine Federal #3
Section 35-T16S-R25E
Grand County, Utah

Dear Mr. Stout:

TXO Production Corp. applies for a permit to drill the referenced well under the authority of spacing order cause # 149-14. Enclosed is an APD package for this well, which is a directional drill proposal. The footages at the proposed production zone are 650' FSL and 650' FWL, which allow a 150' target radius.

TXO anticipates spudding this well about November 1, 1982, and requests an expeditious review of this application. Please call me at this office if you need further information or if you have any questions.

Very truly yours,

TXO PRODUCTION CORP.

K. P. Laurie

Environmental Scientist

KPL/JY

Enclosures/as stated

RECEIVED OCT 12 1982

DIVISION OF OIL, GAS & MINING

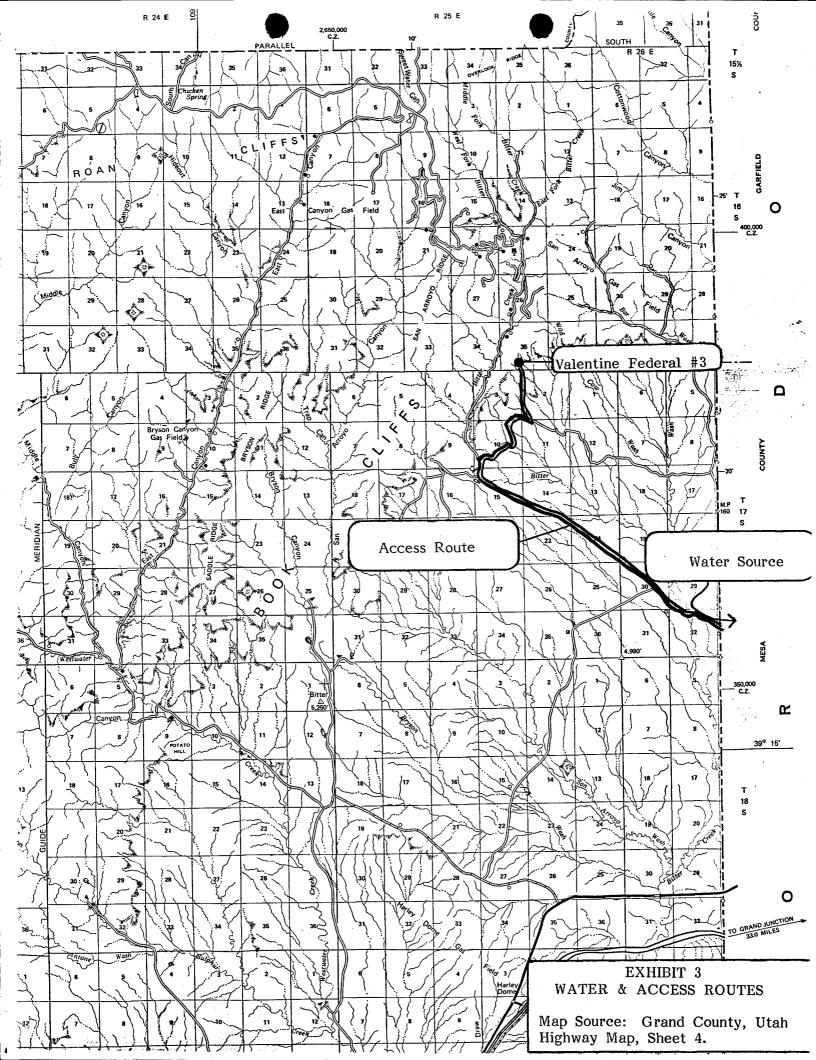




Form approved. Budget Bureau No. 42-R1425.

(May 1963)	TINU	ED STATES		(Other instruction reverse si		Budget Bureat	1 No. 42-R1425.
	DEPARTMENT	OF THE IN	TER	IOR	ĺ	5. LEASE DESIGNATION	AND SERIAL NO.
	GEOLO	GICAL SURVE	Y			U-38276	
APPLICATION	I FOR PERMIT T	O DRILL, D	EEPE	N, OR PLUG B	ACK	6. IF INDIAN, ALLOTTER	OR TRIBE NAME
1a. TYPE OF WORK DRIL	L 🗵	DEEPEN []	PLUG BAG	CK 🗆	7. UNIT AGREEMENT N	AME
b. TYPE OF WELL			613	NGLE [7] MULTIP	· E -	<u> </u>	
	CLL OTHER		zo			8. FARM OR LEASE NA. Valentine Fo	
TXO Production	n Corp. Attn:	K. P. Lauri	e			9. WELL NO.	
3. ADDRESS OF OPERATOR						#3 V	
1800 Lincoln C	Center Building,	Denver, Col	orad	o 80264	\	10. FIELD AND POOL, (/
4. LOCATION OF WELL (Re At surface				tate requirements.*)	\mathcal{C}	San Arroyo	
729' FSL, 1968	B' FWL, Section Dakota Sands:	2 35-1165-R2	/5F 4501	FWL 5		11. SEC., T., R., M., OR AND SURVEY OR AN	BLK. REA
At proposed prod. zone	Total Depth:	628' FSL,	3961	FWL		Section 35-	T16S-R 25F
14. DISTANCE IN MILES A						12. COUNTY OR PARISH	
17 Miles NW	of Mack, Color	ado		N. Carlotte		Grand	Utah
15. DISTANCE FROM PROPOS LOCATION TO NEAREST	SED*		16. No.	OF ACRES IN LEASE		F ACRES ASSIGNED HIS WELL	
PROPERTY OR LEASE LI (Also to nearest drlg.	unit line, if any)	650'		80		320	
 DISTANCE FROM PROPO TO NEAREST WELL, DR 	ILLING, COMPLETED,	1	19. PRO	OPOSED DEPTH	20. ROTAL	RY OR CABLE TOOLS	•
or applied for, on this 21. ELEVATIONS (Show whet		1319'		4200'	<u> </u>	Rotary	
ar among tohow when	5681' GR					October 2	
23.		PROPOSED CASING	Z AND	CEMENTING PROGRA	N.Nr	1 0000001 2	, 1702
OVER OF YOUR							
SIZE OF HOLE	16"	Corrugated		SETTING DEPTH		QUANTITY OF CEME	NT
12 1/4"	8 5/8"	24#	1101	700'		250 sacks	
7 7/8''	4 1/2"	10.5#		4631' MD 4200' TVD		250 sacks	
TXO Production	n Corp. propose	s to directio	nall.		ct well	usina an anale	
	of $2^{0}/100^{\circ}$ in acc						TRANS
	TVD	Deviat	ion	Angle	MD	7	EUV Ji
Kickoff depth	1000'			0.00	1000'		See.
Angle establish	ned 2609'			34 . 20	2683'	1	7 1 2 1982
Initial objectiv				34 . 20	4178'	- 발	1.12 1302
Total Depth	4200 '	1575.0	יכ'	34 . 20	4631'		
The initial ten	ant (Doloto Con	do) io locato	d 65	0!	ı Ewi	DIV	ISION OF
nlanned with a	get (Dakota San i 150' target rad	dius to comp	u o) Iv w	o ra∟ and o⊅o ith annlicable S	rw∟ tate sn	ບເ ວະເນນແກງວຽຣ acino regulatio	AS & MINIT
P34,,,,,,,	. 150 001 900 11		-,	ion applicable o	odoc op	doning rogardsion	
					_		
IN ABOVE SPACE DESCRIBE							
cone. If proposal is to doreventer program, if any		my, give pertinent	uata o	u subsurtace locations at	nd measured	ı and true vertical deptl	is. Give blowout
24. DD	11/2/40	RI Nach	10 -				
SIGNED SULC	e Wight to	r N.E. Dasin	EDis	- t. Drilling Engir	neer	Octo	ber 8, 1982
(This space for Feder	L. Dasyliei						
PERMIT NO.				APPROVAL DATE			
APPROVED BY		TITL	E	APPROVED	BYT	he state	
CONDITIONS OF APPROVA	L, IF ANY:			OF UTAH	DIVIS	SION OF	
				OIL, GAS	, AND	MINING	
				DATE: //	-17-	5711	,

DATE: 10-13-521 BY: Lorman Collons



Form approved.
Budget Bureau No. 42-R1425.

UNITED :	reverse side)		
DEPARTMENT OF	THE		MANAGEMENT

LEASE	DESIGNATION	AND	SERIAL	No.
.11.2	8276		i.	

	GEOLO	GICAL SURVE	Y OIL	SERVICE &GAS OPERATION	S	U-38276
APPLICATION	I FOR PERMIT T	O DRILL, D				6. IF INDIAN, ALLOTTEE OR TRIBE NAME
1a. TYPE OF WORK	LL 🗵	DEEPEN [OCT PSUE BA	CK 🗌	7. UNIT AGREEMENT NAME
OIL GA	S OTHER		SA ZON	FE FALE CILXINE	HE	S. FARM OR LEASE NAME
2. NAME OF OPERATOR						Valentine Federal
TXO Production	on Corp. Attn:	K. P. Laur	rie			9. WELL NO.
3. ADDRESS OF OPERATOR		•		*******		#3
	Center Building,					10. FIELD AND POOL, OR WILDCAT
4. LOCATION OF WELL (Re	-		-	ite requirements.*)		San Arroyo
	8' FWL, Section Dakota Sands:	650' FSL,	650' l			11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA Section 35-T16S-R25E
14. DISTANCE IN MILES A	Total Depth:					12. COUNTY OR PARISH 13. STATE
			OFFICE			Grand Utah
17 IVITIES INVV	of Mack, Color	auu	16. NO.	OF ACRES IN LEASE	1 17 NO C	F ACRES ASSIGNED
LOCATION TO NEAREST PROPERTY OR LEASE L (Also to nearest drig	INE, FT. . unit line, if any)	650'		80		320
18. DISTANCE FROM PROPORTION NEAREST WELL, DE	OSED LOCATION* RILLING, COMPLETED,		19. PRO	POSED DEPTH	20. ROTA	RY OR CABLE TOOLS
OR APPLIED FOR, ON THI		1319'		4200'		Rotary
21. ELEVATIONS (Show whe				•		22. APPROX. DATE WORK WILL START*
	5681' GR					October 25, 1982
23.	F	PROPOSED CASIN	G AND	CEMENTING PROGR.	AM	
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FO	оот	SETTING DEPTH		QUANTITY OF CEMENT
24"	16"	Corrugated	Iron	40'		2 yards
12 1/4"	8 5/8"	24#		700'		250 sacks
7 7/8''	4 1/2"	10 . 5#		4631' MD 4200' TVD		250 sacks
TXO Production building rate of	on Corp. propose of 2º/100' in acc	s to directi cordance wi	onally th the	drill the subjection following table	ect well e:	using an angle
	TVD	Devia	<u>ation</u>	Angle	MD	
Kickoff depth	1000'	0.	.0'	0.00	1000'	
Angle establis	hed 2609'	495	.O'	34 . 20	26831	
Initial objectiv	/e 3825 '	1320	.0 '	34 . 20	4178'	
Total Depth	4200'	1575	۰0'	34 . 20	4631'	
						of Section 35 and is acing regulations.

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any

SIGNED RENER Wight for R.E. D. Renald E. Dasmer	ashner TITLE Dist. Drilling Engineer	DATE _	October 8,	1982
(This space for Federal or State office use)	i			<u> </u>
*:				
PERMIT NO.	APPROVAL DATE	 	 -	

NOV 0 2 1982

NOTICE OF APPROVAL

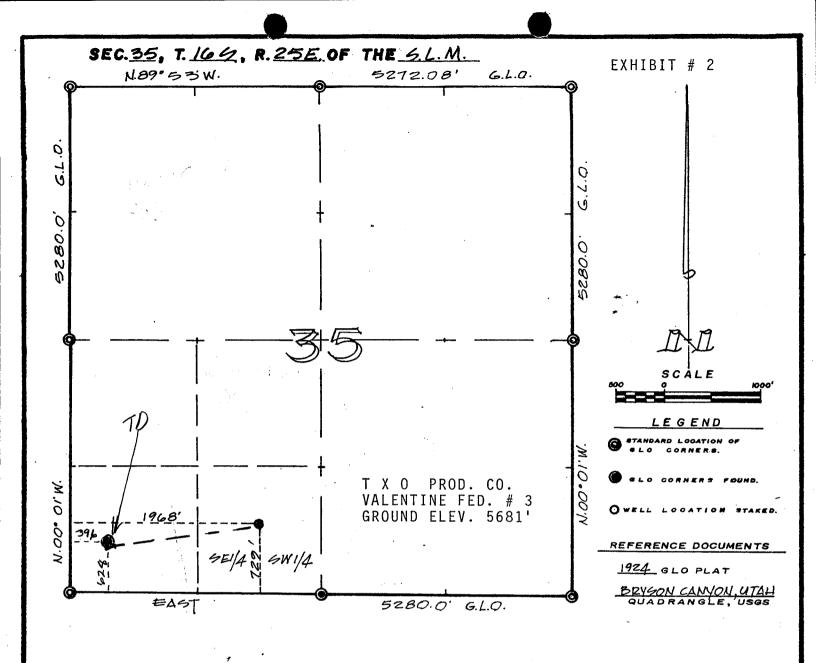
CONDITIONS OF APPROVAL ATTACHED
TO OPERATOR'S COPY

FLARING OR VENTING OF GAS IS SUBJECT TO NTL 4-A DATED 1/1/80

TXO Production Corporation Well No. Valentine 3 Section 35-T16S-R25E Grand County, Utah Lease No. U-38276

Supplemental Stipulations:

- 1. The location will be extended 50 feet to the south to accomodate the drilling program.
- 2. Production facilities will be removed prior to any drilling activities.
- 3. At no time can Valentine No. 1 and Valentine No. 3 be produced at the same time.
- 4. Valentine No. 3 may be tested for a period not to exceed 60 days, at which time the determination will be made as to which well will be plugged.
- 5. Unused areas of the pad will be rehabilitated after completion of the well.
- 6. Adequate and sufficient electric/radioactive logs will be run to locate and identify anticipated coal beds in the Mesaverde formation. Casing and cementing programs will be adjusted to eliminate any potential influence of the well bore or productive hydrocarbon zones on the coal resource. Surface casing and cementing program may require adjustment for protection of fresh water aquifers.



THIS TWELL LOCATION	PLAT WAS PREPARED FOR TXO PRODUCTION CO.
AS REQUESTED BY	PAUL URBAN , TO LOCATE THE 3 , 729' F.S.L. & 1968' F.W.L.,
IN THE SE 1/4 SW 1/4,	OF SECTION 35, T. 16S., R.25E OF THE S.L.M. COUNTY, UTAH.
LAND SUMMER LAND	SURVEYOR'S CERTIFICATE

IN THE STATE OF UTAH DO HEREBY CERTIFY THAT THIS SURVEY WAS MADE UNDER MY DIRECT SUPERVISION

4189

No. 416.

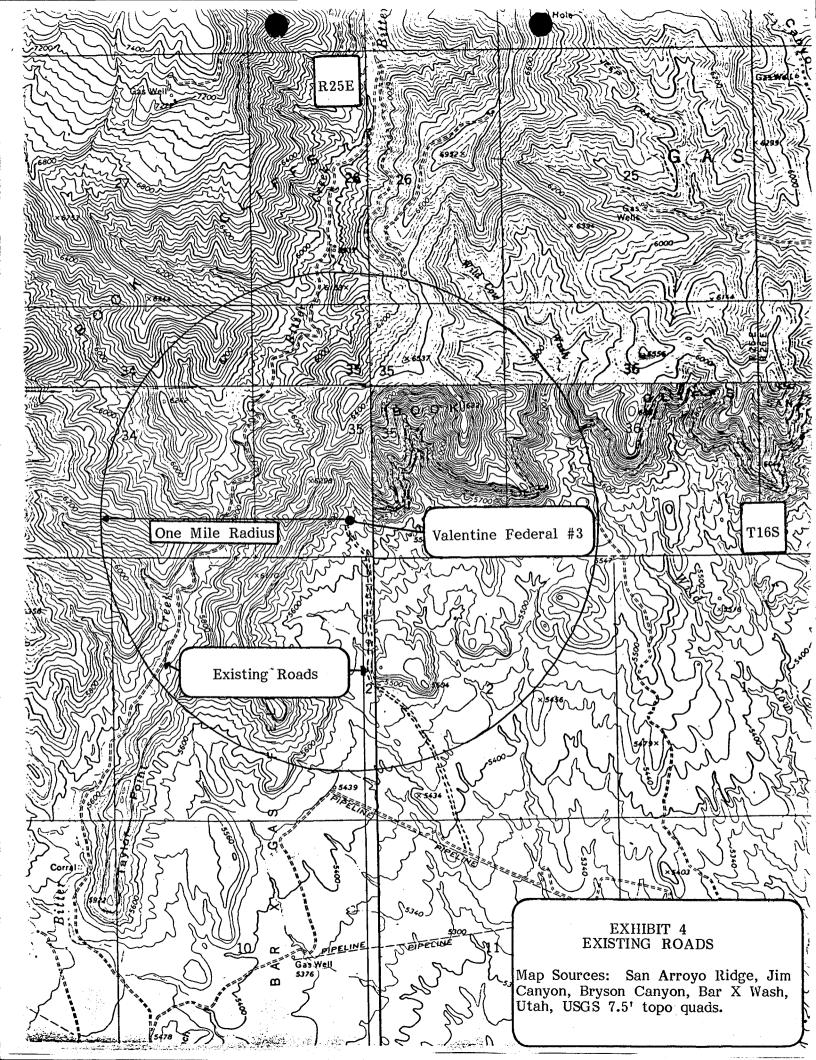
LARRY D.

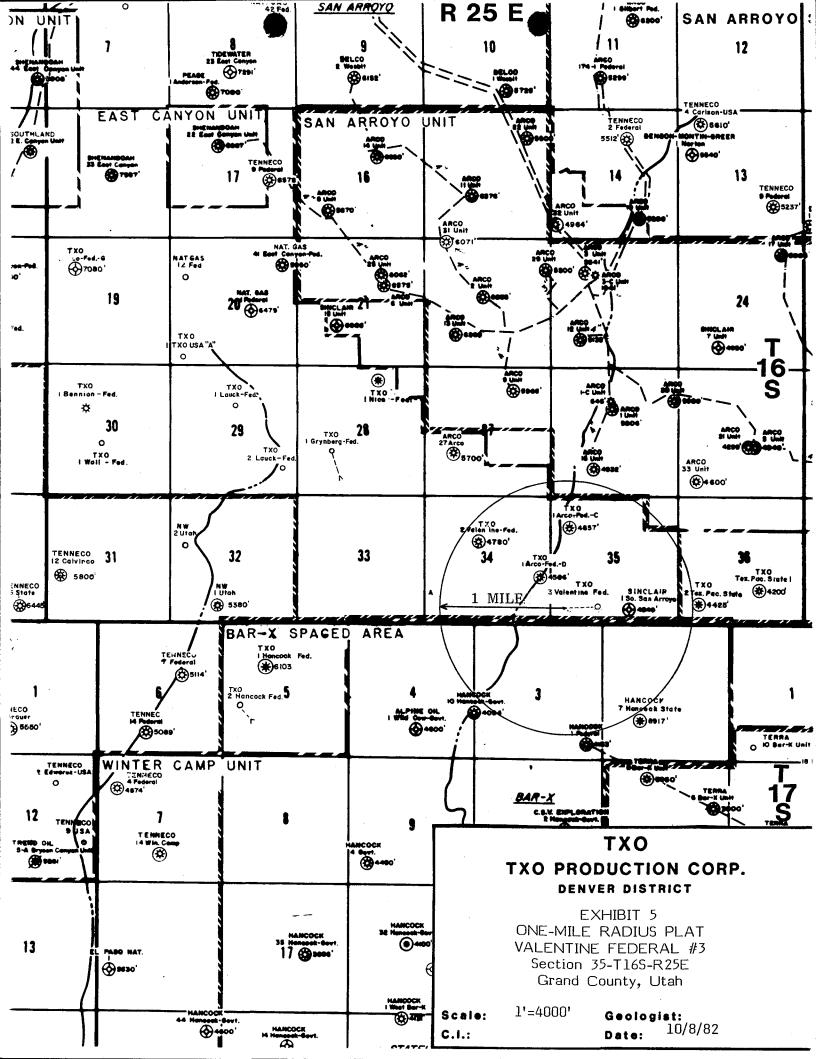
BECKER

ATE OF UTALLIANA

MINIMALIANA

MINIMALIANA 1"= 1000' ENERGY SURVEYS & 1156 BOOKCLIFF AVE. NO4 2/30/82 GRAND JUNCTION, CO. \$1501 ENGINEERING CORP. 9/20/87





9-331 C ADDENDUM Valentine Federal #3 Section 35-T16S-R25E Grand County, Utah

- 1. SURFACE FORMATION: Mesaverde
- 2. ESTIMATED FORMATION TOPS:

Buck Tongue	30'
Castlegate	275'
Mancos	475'
Dakota Silt	38251
Morrison	4075'
Total Vertical Depth	4200'

Depths given are true vertical depths (TVD) below ground level

3. ESTIMATED DEPTH AT WHICH OIL, GAS, WATER OR OTHER MINERAL BEARING ZONES ARE EXPECTED TO BE ENCOUNTERED:

Expected Gas Zone:

Dakota

3825' TVD

Water may be encountered in the Mesaverde or Castlegate formations.

4. DIRECTIONAL DRILL PROGRAM:

As indicated on Form 9-331C, TXO Production Corp. proposes to directionally drill the subject well. Major depths and angles are listed below:

	$\overline{ ext{TVD}}$	Deviation	Angle	$\underline{\text{MD}}$
Kickoff depth	1000'	0.0	0.00	1000'
Angle established	26091	495.0	34.2°	26831
Initial objective	38251	1320.01	34.2°	4178'
Total Depth	4200'	1575.0'	34.2°	4631'

During kickoff, an angle building rate of 2°/100' will be employed with surveys to be taken at between 30 and 90 foot intervals as required by hole conditions. When a total angle of 34.2° from vertical is established, the angle will be held to the proposed TD of 4200' (TVD). The bottomhole target (Dakota sand group) is located 650' FSL, 650' FWL of Section 35 and is planned with a 150' target radius to comply with applicable state spacing regulations. Surveys through this stage of the hole will be taken by hole conditions.

- 5. CASING PROGRAM AS PER FORM 9-331 C.
- 6. PRESSURE CONTROL EQUIPMENT:
 - A. After surface casing is set, a double ram-type blowout preventer with blind rams and pipe rams, with minimum working pressure of 2000 psi (greater

than the anticipated bottomhole pressure of 1100 psi), will be installed. See Exhibit 1.

- B. A choke control, fill and kill lines with minimum working pressure of 2000 psi will be installed.
- C. A rotating pack-off head will be installed above the blowout preventer to control flow while drilling with air.
- D. The equipment in A and B will be pressure-tested to 2000 psi before drilling surface pipe cement, and the blowout preventer will be tested for operations daily and during trips.

7. MUD PROGRAM:

0'- T.D. Air or air mist. If necessary, will use 3% aerated KCL mud at 8.6-8.8#/gal., vis. 35-45 sec. API.

8. AUXILIARY EQUIPMENT:

- A. A kelly cock will be used.
- B. A float valve will be run in the drill string above the bit.
- C. A sub with full opening valve will be kept on the derrick floor to stab into DP when kelly is not in use.

9. CORING, LOGGING, TESTING PROGRAM:

- A. No coring is anticipated.
- B. Logging will consist of the following: DISFL-GR (TD to surface), FDC-SNP-GR-CAL (TD to 2000' above TD), if logged wet: FDC-CNL-GR-CAL (TD to 2000' above TD)
- C. No DST's are planned.

10. ABNORMAL CONDITIONS:

- A. No abnormal pressures or temperatures are expected.
- B. No hazardous gases such as H₂S are expected.
- C. While drilling with gas or air, return fluids will be directed through the blow line to the reserve pit. All open fires or ignition sources will be prohibited on location while gas or air drilling. A pilot flame will be maintained at the end of the blow line (located 125' from the wellhead) to insure burning of return gases that are combustible.

11. ANTICIPATED STARTING DATES:

Start location
Spud
Completed drilling
Completed, ready for pipeline

October 25, 1982 November 1, 1982 November 15, 1982 November 29, 1982

12. Productive zones will be perforated, tested and treated as necessary. Gas will be flared during testing. Produced water will be contained in the unlined drilling reserve pit. The extent of treatment of a zone (acidizing and/or fracing) can only be determined after the zone has been tested. A completion program will be furnished after drilling and logging.

TXO PRODUCTION CORP. MULTIPOINT SURFACE USE AND OPERATIONS PLAN

DATE:

October 8, 1982

WELL NAME:

Valentine Federal #3

LOCATION:

729' FSL, 1968' FWL, Section 35-T16S-R25E, Grand County, Utah

NOTE:

This application is for a directional drill proposal from the existing

pad of the Valentine Federal #1.

1. EXISTING ROADS

- A. Proposed well site as staked. Refer to Exhibit 2. The well has been staked 729' FSL and 1968' FWL in Section 35-T16S-R25E.
- B. Route and distance from nearest town or locatable reference point to where well access route leaves main road: From Mack, Colorado, proceed west 9.2 miles, on State Highway 6 & 50 to Two Road (in Colorado). Turn right (north) onto Two Road and continue 8.3 miles to a fork in the road. Take the right fork and proceed north 0.6 mile to a fork in the road. Keep to the right and proceed northeasterly 2.1 miles to a fork. Turn left and proceed north 0.4 mile to an abandoned well, the Hancock 7 Government. From this location, proceed approximately 1.0 mile northerly to the location of the Valentine Federal #3.
- C. Access route to location color coded in red and labeled. Refer to Exhibit 3.
- D. For development well, all existing roads within one mile color coded in yellow. Refer to Exhibit 4.
- E. Plans for improvement and maintenance of existing roads: The proposed and existing access roads leading to the location will be improved and maintained, as necessary, to allow for travel by heavy equipment. Grade maintenance may be required under wet conditions.

2. PLANNED ACCESS ROAD

Show all necessary roads to be constructed or reconstructed: No new road construction will be necessary because the Valentine Federal #3 will be directionally drilled from an existing well pad.

3. LOCATION OF EXISTING WELLS

Exhibit 5 is a one-mile radius locating and identifying the following:

- A. Water Wells None
- B. Abandoned Wells Sinclair 1 South San Arroyo, Sec. 35-T16S-R25E
- C. Temporarily Abandoned Wells None
- D. Disposal Wells None

- E. Drilling Wells None
- F. Producing Wells TXO 1 Arco Fed. C, Sec. 35-T16S-R25E TXO 1 Arco Fed. D, Sec. 34-T16S-R25E TXO 2 Valentine Fed., Sec. 34-T16S-R25E
- G. Shut-in Wells TXO 1 Valentine Fed., Sec. 35-T16S-R25E
- H. Injection Wells None
- I. Monitoring or Observation Wells for Other Reasons None

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

- A. Exhibit 5 is a one-mile radius map locating the following existing facilities owned by the lessee/operator:
 - 1. Tank Batteries None
 - 2. Production Facilities TXO 1 Arco Fed. C, Sec. 35-T16S-R25E

 TXO 1 Arco Fed. D, Sec. 34-T16S-R25E

 TXO 1 Valentine Fed., Sec. 35-T16S-R25E

 TXO 2 Valentine Fed., Sec. 34-T16S-R25E
 - 3. Oil Gathering Lines None
 - 4. Gas Gathering Lines None
 - 5. Injection Lines None
 - 6. Disposal Lines None
- B. If new facilities are contemplated, in the event of production, show:
 - 1. Proposed location and attendant lines in relation to the well pad: Refer to Exhibit 6.
 - 2. Dimensions of facilities: Refer to Exhibit 6.
 - 3. The production facilities will include a produced water pit, a blowdown pit, separator, and, if necessary, a dehydrator. The facilities will be located as shown on Exhibit 6. The pit will be located in cut, will contain all water production, and be built in accordance with NTL-2B specifications. All connection work will be done by an oil field service company using standard oil field materials.
 - 4. Protective devices and measures to protect livestock and wildlife: The water production pits will be fenced with four-strand barbed wire to protect wildlife and livestock. The drilling reserve pit will be fenced until it can be properly restored. The reserve pit will be fenced on three sides while drilling and on the fourth side after the rig moves off location.
- C. All plans for surface restoration are outlined under Item 10 of this plan.

5. LOCATION AND TYPE OF WATER SUPPLY

- A. Location and type of water supply: Water will be obtained from West Salt Wash in Colorado.
- B. Method of transporting water: Water will be transported by truck over the access route shown in green on Exhibit 3.
- C. If water well is to be drilled, so state: No water well is contemplated.

6. SOURCES OF CONSTRUCTION MATERIALS

- A. Show information either on map or by written description: The location lies on the pad of an existing well which will be plugged prior to drilling. No topsoil will be removed.
- B. Identify if from Federal or Indian Land: All affected land is Federal and under the management of the Bureau of Land Management.
- C. Describe where materials such as sand, gravel, stone and soil material are to be obtained and used: The only dirt work required is digging pits. Approximately 2600 cubic yards of material will be excavated in digging the pits and no fill is needed.
- D. Show any needed access roads crossing Federal or Indian Lands: No new access road will be constructed.

7. METHODS OF HANDLING WASTE DISPOSAL

- A. Cuttings will be contained and disposed of in the reserve pit.
- B. Drilling fluids will be contained and disposed of in the reserve pit.
- C. Producing fracturing fluids will be directed to the reserve pit for evaporation.
- D. Sewage: A portable chemical toilet will be on location during operations.
- E. Garbage and other trash will be placed in a covered container and removed to a sanitary landfill upon completion of operations.
- F. Protective Devices: The drilling reserve pit will be fenced on three sides prior to drilling and on the fourth side before the rig moves off location.
- G. Statement regarding proper cleanup when rig moves out: When the rig moves out, all trash and refuse will be removed from the location and hauled to a sanitary land fill. All pits will be filled after drying and the area will be restored as described under Item 10 of this plan.

8. ANCILLARY FACILITIES

Identify all proposed camps and airstrips on a map as to their location, area required and construction methods: None planned.

9. WELL SITE LAYOUT ATTACHMENT AND PROPOSED RIG LAYOUT

- A. Cross section of drill pad with cuts and fills: Refer to Exhibit 7.
- B. Facilities: Refer to Exhibit 8.

- C. Rig orientation, parking area: Refer to Exhibit 7.
- D. Statement regarding pit lining: Reserve pit will be unlined. However, if the subsurface structure is too porous or is highly fractured a 2 to 4 inch layer of bentonite will be used as a lining for the pit.

10. PLANS FOR RESTORATION OF SURFACE

A. Backfilling, levelling, contouring, and waste disposal: Upon completion of the well, the site will be cleared of all debris and the mouse and rat holes will be filled. The reserve pit will be allowed to dry and then will be backfilled. Disturbed areas not needed for production operations will be graded to an appearance consistent with the natural contours. These areas will then be covered with topsoil, disked and reseeded with a seed mixture recommended by the Bureau of Land Management. If the well is not commercially productive, the entire pad will be reclaimed as described above.

When the well is plugged and abandoned, that portion of the access road requested by the BLM to be reclaimed, will be covered with topsoil, disked and reseeded with a BLM-recommended seed mix.

- B. Prior to rig release, pits will be fenced and so maintained until they can be backfilled.
- C. If any oil is in the pit, it will be removed or overhead flagging will be installed.
- D. Timetable for commencement and completion of rehabilitation operations: Rehabilitation will commence when drilling operations are completed, approximately November 25, 1982, and will be completed within one year.

11. OTHER INFORMATION

General description of:

- A. Topography, soil characteristics, geologic features, flora, fauna: The well is located on an existing well pad. Disturbance to additional vegetation will be minimal. Surrounding vegetation is composed primarily of pinon pine, juniper, sagebrush, scrub oak, and native grasses. Fauna in the area include mule deer, small mammals, and several bird species.
- B. Other surface-use activities and surface ownership of all involved lands: The affected land is federally-owned. There are no other surface uses in the immediate area other than oil and gas operations.
- C. Proximity of water, occupied dwellings, archeological, historical or cultural sites: The nearest continuously flowing stream is Bitter Creek. Several intermittent washes run parallel to the east and west of the location of the access road. There are no occupied dwellings in the immediate area. No known archeological, historical or cultural resources are located in the affected area. An archeological survey of the affected area has been completed and is on file with the appropriate BLM offices.

12. LESSEE'S OR OPERATOR'S REPRESENTATIVES

Include the name, address and phone number of the lessee's or operator's field representative who is responsible for assuring compliance with the approved surface use and operations plan.

R.E. Dashner
District Drilling Engineer
TXO Production Corp.
1800 Lincoln Center Building
1660 Lincoln Street
Denver, Colorado 80264
(303) 861-4246 - Business
(303) 690-5658 - Residence

Comments regarding the content of this plan or arrangements for an on-site inspection should be directed to:

Karen P. Laurie Environmental Scientist TXO Production Corp 1800 Lincoln Center Building 1660 Lincoln Street Denver, Colorado 80264 (303) 861-4246 - Business (303) 477-2072 - Residence

13. CERTIFICATES

The following statement is to be included in the plan and must be signed by the lessee's or operator's field representative who is identified in Item No. 12 of the plan.

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access roads; that I am familiar with the conditions which presently exist; and that the statements made in this plan are, to the best of my knowledge, true and correct; and, that the work associated with the operations proposed herein will be performed by TXO Production Corp. and its contractors, subcontractors in conformity with this plan and the terms and conditions under which it is approved.

DATE: October 8, 1982

District Drilling Engineer

ICE Whight for R.E. Dushner

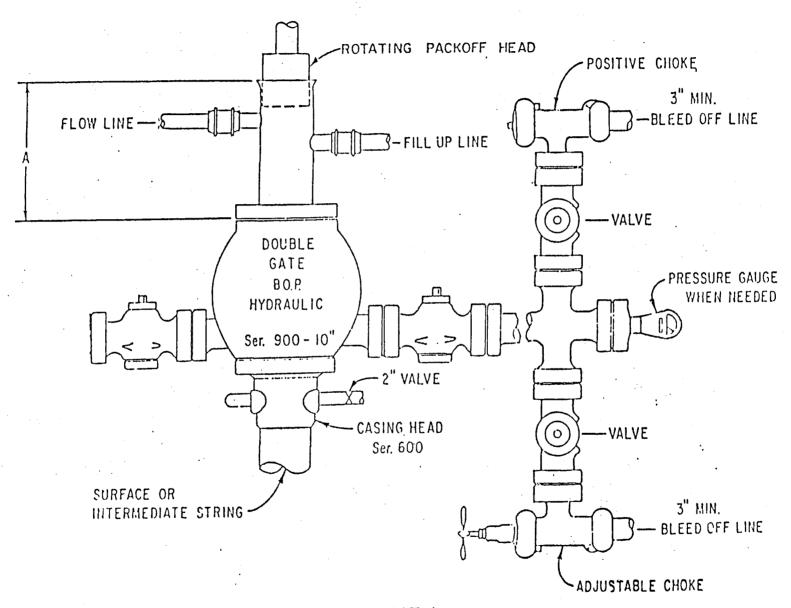
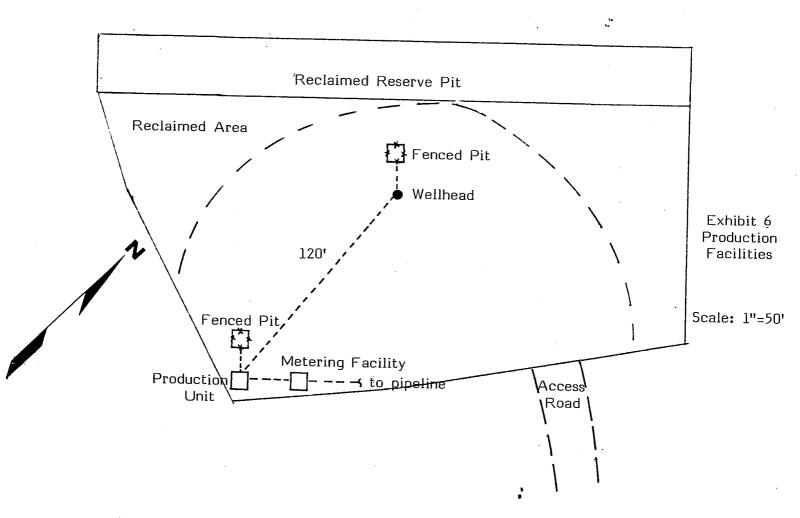


EXHIBIT I

BLOWOUT PREVENTER DIAGRAM

VALENTINE FEDERAL #3



- 1)
- Pits will be $10' \times 10' \times 6'$ deep, and will be surrounded by a fence. Sacrificial magnesium anodes will be used, if necessary, to control corrosion. 2)
- All pipelines will be coated and wrapped, then buried. 3)
- 4) A surface mounted high/low safety shut-down system will be installed.
- Separator will be an ASME coded vessel.

CROSS-GECTIONS

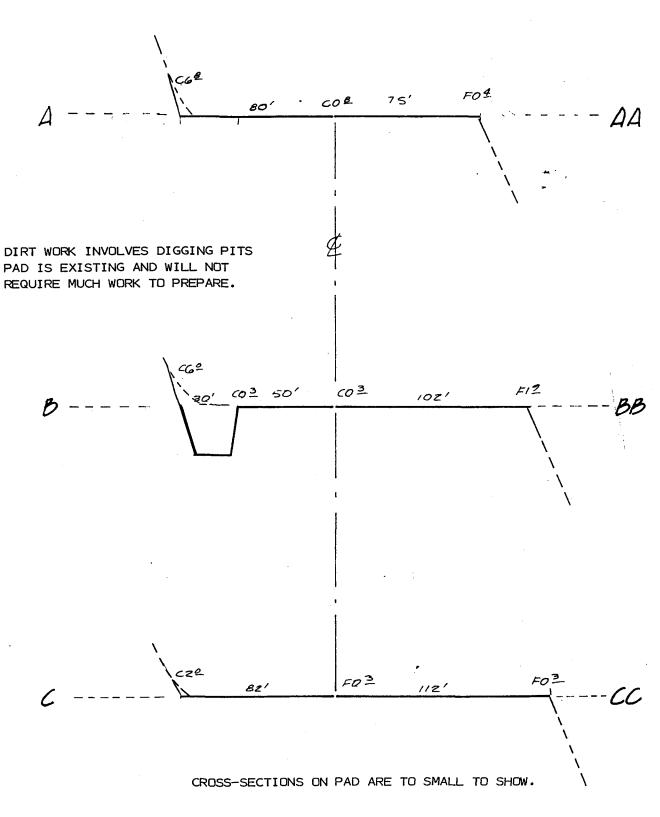
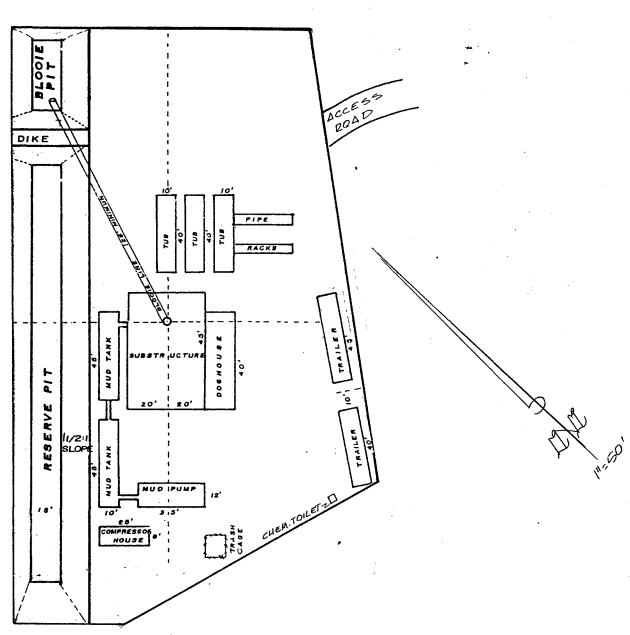


Exhibit 7

CROSS-SECTIONS VALENTINE FED. # 3

RIG LAYOUT
VALENTINE FEDERAL # 3
TXO PRODUCTION CORP.



TXO PRODUCTION CORP. PROPOSED LOCATION GRAND COUNTY, UTAH

TXO PRODUCTION CORP. PIT & PAD LAYOUT VALENTINE FEDERAL # 3 DEF. PT. 200' N42°E. 0 CO3 SET REBAR, & CAP WITH STEEL, POST ALONG DI SIDE. C68 COB FO4 COZ 30' 501 75 ACCEGG ROAD TID NO CONTOUR LINES ARE SHOWN DUE TO EXISTING Щ EXISTING FLAT PAD. LOCATION LIES ON 100 WELL THE PAD OF AN EXISTING ESTIMATED QUANTITIES WELL WHICH IS GOING TO ABANDONED . CUT 2600 C.Y. DIKE 102' -BB C6º CO3 F12 METER DIT NO TOPSOIL WILL BE REMOVED AS IT WAS **ESECVE** DONE ON ORIGINAL FO3 SEPARATOR PAD AND LOCATION. **EXISTING FACILITIES** WILL BE REMOVED BEFORE DRILLING OF NEW WELL. Ø PITS WILL BE EXCAVATED FQ 3 AND THE MATERIAL STOCK PILED. FOI CZS ST REBAR & CAP WITH STEEL POST ALONGSIDE. 200' REF. PT. C76 542°N FROM PREPARED BY LOCATION ENERGY SURVEYS & ENG'R. CORP. Exhibit 9

OPERATOR TXO	DATE 10-13-82
WELL NAME VALENTINE FED # 3	
SEC <u>SESW 35</u> T <u>165</u> R <u>25</u> E COUNTY	CAAND
43-019-31009 API NUMBER TYPE	FGC) PE OF LEASE
POSTING CHECK OFF:	
TNDEX	
NID PI ,	
MAP	
PROCESSING COMMENTS:	<u>ئے کہ میں اور اور اور اور اور اور اور اور اور اور</u>
Noteto intranation; Surface breation & is on the Location area of the 7 SESW, See 35.	Valentine Fed. #3 X0-Valentine Fed. #1,
APPROVAL LETTER:	
SPACING: UNIT c-3-	CAUSE NO. & DATE
c-3-b	
SPECIAL LANGUAGE: Production for testing shall not a during which time the Valentine Te	exceed as days,
shall be descontinued by	etimal (devation)
log shall be submitted for test.	well at time
of completion.	

* •. •

RECONCILE WELL NAME AND LOCATION ON APD AGAINST SAME DATA ON PLAT MAP.
AUTHENTICATE LEASE AND OPERATOR INFORMATION FLD
VERIFY ADEQUATE AND PROPER BONDING FED
AUTHENTICATE IF SITE IS IN A NAMED FIELD, ETC.
APPLY SPACING CONSIDERATION
149-14 Sep 23 1982 ORDER 149-213 1982 UNIT
c-3-b
c-3-c
OUTSTANDING OR OVERDUE REPORTS FOR OTHER WELLS OF THE OPERATOR.
IF POTASH DESIGNATED AREA, SPECIAL LANGUAGE ON APPROVAL LETTER NO

.

*

TYN ARCO FEL	C-1 (DAKOTA)	
	eren and the second of the sec	
TXO VALIENTINE	FED#3(AT	DAKOTA)
O	THE OKT	ITINE FED# (DAKOTA)

SCALE: |"= 1000"

SEC 35 165, 25 E GRANA

TXO VALENIJNE	FED# 2		
	*		
		TXO ARCO FED	D-1

SCALE: |"= 1000'

SEC 34 165,25E GRAND

October 14, 1982

TXO Production Corporation Attn: K. P. Laurie 1800 Lincoln Center Builing

1800 Lincoln Center Builing Denver, Colorado 80264

RE: Well No. Valentine Fed. #3 SESW Sec. 35, T.16S, R.25E Grand County. Utah

Dear Ms. Laurie:

Insofar as this office is concerned, approval to drill the above referred to gas well is hereby granted in accordance with the Order issued in Cause No. 149-14 dated September 23, 1982. Production for testing shall not excede 60 days, during which time the Valentine Federal #1 well shall be sisscontinued. Directional (deviation) log shall be submitted for test well at time of completion.

A Should you determine that it will be necessary to plug and abandon this well, you are hereby requested to immediately notify the following:

RONALD J. FIRTH - Engineer

CLEON B. FEIGHT - Director

Office: 533-5771

OR Office: 533-5771

Home: 571-6068

Home: 466-4455

Enclosed please find Form OGC-8-X, which is to be completed whether or not water sands (aquifers) are encountered during drilling. Your cooperation in completing this form will be appreciated.

Further, it is requested that this Division be notified within 24 hours after drilling operations commence, and that the drilling contractor and rig number be identified.

The API number assigned to this well is 43-019-31009.

Sincerely.

Norman C. Stout

Administrative Assistant

NCS/as

cc: Minerals Management Service

Enclosire

NOTICE OF SPUD
company: TXO Production Corp.
Caller: Bruce Wright
Phone: 303-861-4246
Well Number: Valentine Federal #3
Location: 35 165 25E
County: Grand State: Utah
Lease Number: 38276
Lease Expiration Date:
Unit Name (If Applicable):
Date & Time Spudded: 11:00 AM 11/4/82
Dry Hole Spudder/Rotary:
Details of Spud (Hole, Casing, Cement, etc.)
Rotary Rig Name & Number: Veco #3
Approximate Date Rotary Moves In: 11-3-82
FOLLOW WITH SUNDRY NOTICE
Call Received By: Becky
Date: $\frac{11/9/82}{}$
• •

mms Vernal State 046

Teresa Diane File

DIVISION OF OIL, GAS AND MINING

SPUDDING INFORMATION

NAME OF COMPA	WY: TXO Production	ns Corporation	·	
WELL NAME:	Valentine Fed. #3		:	•
SECTION SESW	Township 16S	RANGE 25 E	_ COUNTY	Grand
DRILLING CONT	TRACTOR Veco			
RIG #	-	•	- 15 中 - 15 - 15	
SPUDDED: DA	NTE 11-4-82		1. 1. 1.	
Tı	ME 11:00 AM			
Но	W Rotary		* \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \	
DRILLING WILL	COMMENCE	TO the subsequent of the subse		
REPORTED BY_	Bruce Wright			
TELEPHONE #_	303-861-4246	-		
			u B C	
DATE 11-9	9-82	SIGNED	AS	



REPORT of SUB-SURFACE DIRECTIONAL SURVEY

TXO PRODUCTION	
COMPANY	
VALENTINE FEDERAL NO.3	
WELL NAME	_
GRAND COUNTY, UTAH	
LOCATION	

JOB NUMBER
RM1182-D1130

TYPE OF SURVEY
MAGNETIC SINGLE SHOT

<u>DATE</u> 19 NOVEMBER 1982

SURVEY BY LYNN BADER

OFFICE ROCKY MOUNTAIN

TXO PRODUCTION WELL NAME: VALENTINE FEDERAL NO.3 - LOCATION - GRAND COUNTY, UTAH FILE NO.: A2-065, FL4-05 START DATE: 8 NOVEMBER 1982 - JOB NO.: RM1182-D1130-TYPE: MAGNETIC SINGLE SHOT DIRECTIONAL DRILLER: LYNN BADER --- COMPUTER OPERATOR: STEVE THURSTON RELATED FILES: A2-064

COMPLETION REPORT

VERTICAL SECTION CALCULATED IN PLANE OF A PETROLANE COMPANY

RECORD OF SURVEY

RADIUS OF CURVATURE METHOD

XO PRODUCTION COMPLETION REPORT COMPUTATION PAGE NO. 1

TIME

DATE 11:18:11 19-NOV-82

ELL NAME: VALENTINE FEDERAL NO.3 OCATION: GRAND COUNTY, UTAH

The state of the s	The transfer of the contract o	Comment of makes decored 1990 as to Arrange Comments and the comments of the c	and a decimal region of some abstraction of years decimal control of the control				and there are an are	
				TRUE		The second second section is a second		en e mentan e de entre como como como como como como como com
MEASURED	DRIFT	DRIFT	COURSE	VERTICAL	VERTICAL	RECTANI	SHLAR	DOGLEG
DEPTH	ANGLE	DIRECTION	LENGTH	DEPTH	SECTION	COORDI		SEVERITY
FEET	D M	D M	FEET	FEET	FEET	FEET	4 F1 1 II. W	DG/100FT
B North Bread E	A 11	4-2 1 1	I too hou I	I hashan t	I lon best I	I hashan)		1937 1 004 1
0.00	O	o o	0.0	0.00	0.00	0.00	0.00	0.00
700.00	1 0	S 30 O E	700.0	699.96	-2.73	5.29 8	3.05 E	0.14
725.00	1 15	8 26 O E	25.0	724.96	-2.93	5.72 S	3.28 E	1.05
788.00	1-0-	3 22 O E	63.0	787.95	-3.37	6.85 S	3.79 E	0.42
847.00	1 15	S 26 0 E	61.0	848.94	-3.79	7.95 S	4.27 E	0.43
	,							
882.00	0 15	S 74 O W	33.0	881.93		8.29-8	4.12 E	9.99
941.00	2 15	N 40 O W	59.0	940.92	-2.48	7.94 8	2.96 E	3.66
973.00	3 30	N 51 0 W	32.0	972.87	-1.40	6.81 8	1.81 E	4.25
1004.00	4 45	N 50 0 W	31.0	1003.79-		5.39-8	0.09 E	4.04
1035.00	6 0	N 52 O.W.,	$\Im 1_{\infty}Q_i$	1034.66	2.37	3.57 8	2.16 W	4.08
1095.00	7 15	- N 67 0 W	60.01	3694 K		2200.06 S	9.11 W	3.54
1156.00	8 15	N 70 0 W	61.0	m 1454.70	. 15.56 g	12.95 N	15.76 W	1.77
1217.00	9 15	N 73 OFW	61.0	11214.99	C- 424 17 17	45.89 N	24.56 W	1.80
1277.00	10 0	3.14 9.71 5.22	1000000	Mark Mar 13	34 (2457)	8.83 N	34.16 W-	1.25
1340.00	10 45	N 75 O W	63.0	1.0	TROLANS COMPANY	11.95 N	45.06 W	1.32
				the sense and an east \$ 3 mm	TODANG GOMENTE	the second control of the	**************************************	
1403.00	11-15-	N 78 0 W	63.0	139 7. 95	55.76	14.76 N	-56.75-W-	
1464.00	12 0	N 79 O W	61.0	1457.70	67.64	17.21 N	68.79 W	1.27
1527.00	12 45	N 80 0 W	63.0	1519.24	80.74	19.67 N	82.07 W	1.24
1589.00	13 15	N-32-0 W	62.0	1579.65	94.96	21.85 N	95.84-W	
450.00	14 45	N 83 O W	61.0	1638.83	108.85	23.78 N	110.47 W	2.49
1681.00	15-0-	N-83-0-W	31-0	1660.00	116.68	24.75 N	118.37 W-	0.81
1710.00	15 30	N 86 O W	29.0	1696.77	124.21	25.48 N	125.97 W	3.22
1770.00	16 15	N 87 O W	60.0	1754.49	140.51	26.48 N	142.35 W	1.33
1833.00	17 15	N-88-0-W	69.0	1814.81-	158.56	27.27 N		1.45
1894.00	18 30	N 88 O W	61.0	1872.87	177.20	27.93 N	179.20 W	2.05
1955.00	19 15	-N-90-0-W	61.0	19 30.59	196.88	28,27 N-	198.93-W	
2017.00	20 30	S 89 O W	62.0	1988.89	217.93	28.09 N	220.00 W	2.09
2080.00	21 45	S 88 O W	63.0	2047.66	240.62	27.49 N	242.70 W	2.06
- 2142.00-	23 0		62.0-	2104.99	264.22		266.23 W	- 2.11
2205.00	24 0	S 85 0 W	63.0	2162.76	289.33	24.71 N	291.34 W	2.03
•					-	· · · · · · · · · · · · · · · · · · ·		

XO PRODUCTION

COMPLETION REPORT COMPUTATION PAGE NO. 2

TIME

DATE 11:18:11 19-NOV-82

ELL NAME: VALENTINE FEDERAL NO.3 OCATION: GRAND COUNTY, UTAH

Minimum American parties seems to be a	and and the second of the seco							
				TRUE				The second of th
MEASURED	DRIFT	DRIFT	COURSE	VERTICAL	VERTICAL	RECTAN	GULAR	DOGLEG
DEPTH	ANGLE	- DIRECTION-	LENGTH	DEPTH	SECTION	-C 0 0 R D I		SEVERITY
FEET	D M	D M	FEET	FEET	FEET	FEET		DG/100FT
2268.00				2220.03	315.57	22.42 N	-317.49 W	1-, 98
2329.00	26 15	S 83 O W	61.0	2274.97	342.05	19.65 N	343.84 W	2.17
2392.00	27 30	S 81 O W	63.0	2331.17	370.43	15.69 N	372.04 W	2.45
2451.00	28 45	- S 81 0 W	59.0		398.11	11.34 N	-399.51 W-	2.12
_2503.00	28 15	S 80 O W	52.0	2428.90	422.79	7.24 N	423.98 W	1.33
2565.00	27-30		62.0		451.59	2.21 N		
2626.00	27 0	S 80 0 W	61.0	2537.93	479.33	2.64 8	480.04 W	0.82
2688.00	26 0	S 80 O W	62.0	2593.42	506.82	7.44 S	507.28 W	1.61
2751.00	250		63.0	2650.28	533.73		-533.95 W	1.73
2813.00	24 30	S 80 O W	62.0	2706.58	559.49	17.12 S	559.47 W	1.05
رسر رس رمغورسورسورسو		4984	Acres 4					
	24 0-	779480749	40.0	327 437, 0/5° 7	# 575t///axe	17,77,20.25 S	575.60 W-	2.40
2888.00	23 30	8 79 0 W	35.0	88 88 2/ 6/5.07	589.73 ₍₁	23.06 S	589.41 W	1.83
2918.00	24 0	8 80 QW	30.0	[m] 2802.55 $[m]$	(*± \$601.72)	3125. 26 8	601.29 W	2.14
2950.00	24 15 -	- 8 78 OW	W 32.0		J&614.6974	27.76 S	614-13 W	2-67
3011.00	25 0	S 78 O W	61.0	288 7. 21 A PE	TROLAND CORPANY	33.04 8	638.99 W	1.23
and the same and the same and								
3072.00		- 5 78 0 W	61.0		665.79			1.64
3133.00	26 30	S 76 O W	61.0	2996.97	692.39	44.57 S	690.96 W	1.67
3195.00		S-76-0-W	62.0	3052,28	719.94			1.21
2 316.00	28 45 —	- S 75 - O W		3159.11	775.69	65.57 6	-773.15-W	
408.00	30 0	8 73 O W	92.0	3239.28	819.73	78.01 S	816.53 W	1.73
3502.00			94.0	3320.17		92.01 S-		
3595.00	33 0	S 71 O W	93.0	3378.93	914.14	107.29 S	909.35 W	2.20
3653.00	34 0	S 70 0 W	58.0	3447.29	944.90	117.98 S	939.53 W	1.97
3690.00	33 15	S 72 0 W	37.0	3478.10	964.64	124.65-6	-958.90 W	3.61
3721.00	30 15	S 75 O W	31.0	3504.46	980.53	129.28 S	974.53 W	10.93
رمر رس ور مديو وسدر	and a street							
3754. 00		- 5 78 0 W	93.0	3533.25	99 6.40	133.04 -5		7.51
3785.00	28 30	S 78 O W	31.0	3560.52	1010.97		1004.62 W	0.81
3816.00	28 30	S 78 O W	31.0	3587.77	1025.60		1012.09 W	0.00
	- 29 -0	S 78 0 W	31.0	3614.95	1040.34	<u> 142.28 6 -</u>		1.41
3874.00	29 30	S 78 O W	27.0	3638.50	1053.39	145.03 S	1046.58 W	1.85
•						the state of the s		

XO PRODUCTION COMPLETION REPORT COMPUTATION

ELL NAME: VALENTINE FEDERAL NO.3

TIME

DATE

OCATION: GRAND COUNTY, UTAH

11:18:11 19-NOV-82

1				TRUE				
MEASURED	DRIFT	DRIFT	COURSE	VERTICAL	VERTICAL	RECTAN	GULAR	
DEFTH	ANGLE-	DIRECTION	LENGTH -	DEPTH	SECTION	COORDI	NATES	- St _mity
FEET	D M	D M	FEET	FEET	FEET	FEE	r	DG/100FT
3704.00	30 0	S 79 O W	30.0	3664.55	1068.13	147.99 S	-1061.17-W	2.35
3935.00	30 30	S 78 O W	31.0	3691.33	1083.59	151.11 8	1076.47 W	2.29
3965.00	31 15	S 78 O W	30.0	3717.08	1098.81	154.31 S	1091.53 W	2.50
3996.00	31-15-	S 78 O W	31.0	3743.58	1114.71	157.65 S	1107.26 W	0.00
4027.00	32 30	S 77 O W	31.0	3769.90	1130.88	161.20 S	1123.24 W	4.38
4058.00	33 30	S 78 O W	31.0	3795.90	1147.55	164.85 9	1139.72 W	9.67
4082.00	33 45	S 78 O W	24.0	3815.89	1160.69	167.61 S	1152.72 W	1.04
4141.00	35 0	S 77 O W	59.0	3864.58	1193.59	174.82 S	1185.24 W	2.32
4202.00	35 45	S-78 0 W-	61.0	3914.32-	1228.46	182.47 8	-1219.72 W	1.55
4232.00	35 45	S 79 Q.W.	3Q.,Q,	3238.67	1245.81	185.96 S	1236.90 W	1.95
			Marie 182		n W ^a la			
4241.00	36 15	- S 77 0 W	.057	2011/451 257	1251704	77.06 S	1242:07 W-	14.19
4308.00	37 0	S 78 0 W	67.0	m3999.72	1290.51 N	1125.71 S	1281.09 W	1.43
4399.00	37 0	S 78 Q.W.	91.0	M4072.E9	10 1344 67 Mg	207.10 S	1334.66 W	0.00
4450.00	37 0	s 77 o W	100	W Minghed	LANGEN W	33. 74 8	1364.63 W-	1.18
				- Marian - M	DETROLANE COMPANY			

A PETROLANE COMPANY

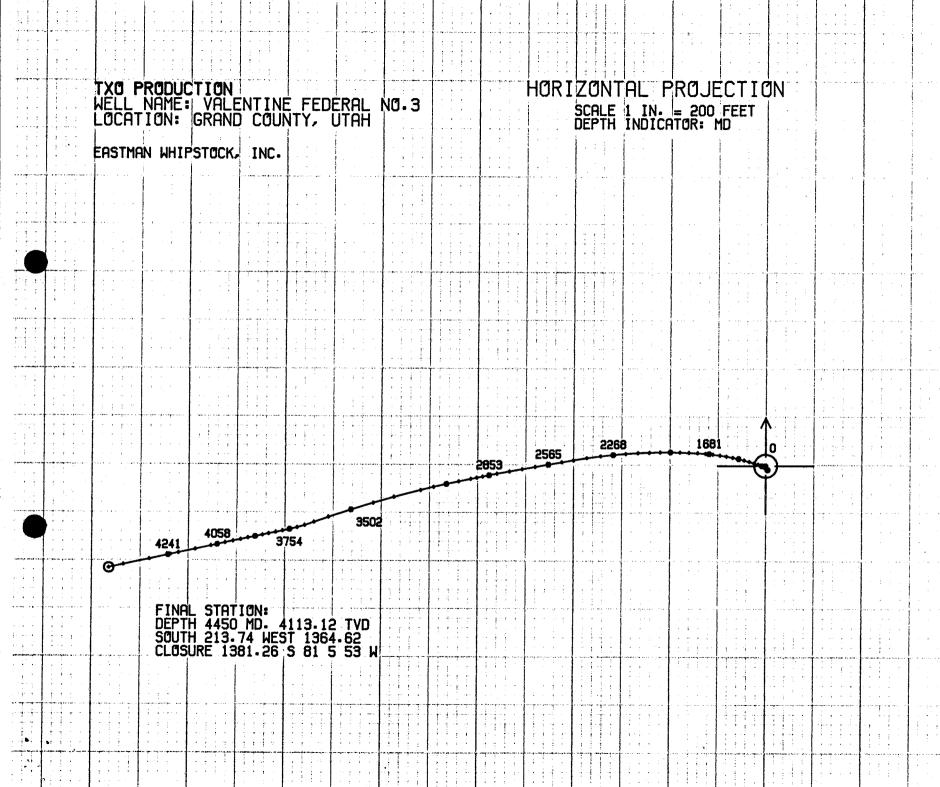
FINAL CLOSURE - DIRECTION: S 81 DEGS 5 MINS 53 SECS W DISTANCE: 1381.26 FEET

11:18:11 19-NOV-82	
FILE NUMBER:	
AND	
erick der der Bereitster der der der der	Profession &
TXO PRODUCTI	
	ALENTINE FEDERAL NO.3
WELL NAME: V	A terretained of a separation of a processing of a principle of a

COMPLETION REPORT

RSATIONAL SURVEY PROGRAM VO2.11





, .		A.				· .	and the second second								
		TXO I WELL LOCA	PRODUCTION NAME: VALI TION: GRANI	NTINE	FEDE Y, U	RAL N TAH	10.3				ICAL SCALE				
		EASTM	AN WHIPSTOCK	INC.									ellen av entre de la constitución.	and the second s	
							- 18 2							-	
	*		• 0				marakan merangan sebagai sebag								
			a se antonomia turo						to the control of the						
		500 .				na smitha oo talaa kanaa		and the second s	e e e e e e e e e e e e e e e e e e e	All the state of t	processing with a P. Prop.	As 140° FRINKING SALE BESTAN			
			to state of square is a same as							, , , , , , , , , , , , , , , , , , ,			all additional to a property of 18 or		
-		1000 .	882												
			1095								· · · · · · · · · · · · · · · · · · ·				4
		1500 .	1403				e de no transplantação e de destro de de de ser		10 10 10 10 10 10 10 10 10 10 10 10 10 1			an rate of a construction of the construction			1
· .			1681												· · · ·
	TRUE	_2000 .	1955				en g				5				
	VERTICAL		22	168											
	AL DEPTH	2500 .		2565			والدائدة والمتعادلة والمتعاددة المتعاددة والمتعاددة وال								
	Ť														

TXO PRODUCTION CORP.

VALENTINE FEDERAL #3

SW SW SECTION 35-T16S-R25E

GRAND COUNTY - UTAH

DEC 0 6 1982

DIVISION OF OIL, GAS & MINING

GEOLOGIC REPORT

BY -

JOSEPH J. RUNGE
SUMMIT MOUNTAIN GEOLOGY

WELL SUMMARY

OPERATOR:

TXO PRODUCTION CORP.

WELL NAME:

VALENTINE FEDERAL #1

LOCATION

720' FSL 1968' FWL

SW SW SECTION 35-T16S-R25E

AREA:

BAR X FIELD

STATE:

HATU

COUNTY:

GRAND

ELEVATION:

GL 5681' KB 5693'

WELLSITE GEOLOGIST:

JOSEPH J. RUNGE

COMPANY ENGINEER:

RANDY WALCK

SPUD DATE:

NOVEMBER 4, 1982

COMPLETION DATE:

NOVEMBER 18, 1982

CONTRACTOR:

VECO DRILLING RIG #3

HOLE SIZE:

11" to 700'; 7 7/8" to 4438'

CASING SIZE:

8 5/8" to 678'; 4 1/2" to 4438'

MUD COMPANY:

WESTERN MUD COMPANY

AIR CONTRACTORS:

VECO AIR DRILLING

ELECTRIC LOGGING CO.:

GEARHART WELL SERVICES, GRAND JUNCTION

TYPES OF LOGS:

DIL-GR: CDL-CNL-GR-CAL

OBJECTIVE:

DAKOTA SANDS

TOTAL DEPTH:

4438

STATUS:

RUN PIPE THRU DAKOTA FORMATION

WELL CHRONOLOGY

		VALENT	INE FEDERAL #1
1982 DATE	MIDNIGHT DEPTH	FT/ DAY	DAILY OPERATIONS
11-4	-0-	465	Rig up- Spud @ 2:00 pm- Drlg surface-
11-5	465	244	Survey Drlg- Survey- TD surface @ 709'- Toh- Run 8 5/8" csg- Cmt csg- Woc- Wait on 8 5/8" flange
11-6	709	85	Wait on flange- Orange peel conductor pipe to csg- Nipple up- Pres test- TIH- Drlg cmt- Dry up hole- Survey-
11-7	794	311	Drlg- Survey- Blow hole- TOH- Pick up dyna drill an bent sub- TIH- Orient tool Drlg- POOH- Lay down Dyna drill- Pick up collars & stabilizer- TIH
11-8	1105	881	Ream to bottom- Tag bottom @ 1108- Dry hole- Drlg- Survey- Drl 60' & survey
11-9	1986	680	Drlg & Survey every 60'- POOH- Change BHA- TIH- Strap in- Ream to bottom
11-10	2666	650	Drlg & Survey every 60'- Work on wire line machine- Blow hole- TOH- Change BHA- TIH slow- Change rotating rubber- Drlg ahead- Work pipe- Tight hole- Drlg
11-11	3316	367	Drlg and Survey every 90'- POOH- Pick up Dyna drill- TIH- Orient tool- Motor won't work- POOH- Chain out- Lay down Dyna drill
11-12	3683	31	Wait on dyna drill- pick up dyna drill- test drill- TIH- Orient tool- Drlg- Survey- POOH- Lay down Dyna drill- Pick up new dyna drill- TIH- Orient Tool- Start drlg
11-13	3714	52	Drlg- Work dyna drill- TOH- Pick up new dyna drill- TIH- Orient tool- Drlg- Survey- Wash & Ream to bottom- Work pipe to bottom- Blow hole- TOOH- W/o orders- Pick up New BHA- TIH

11-14	3766	349	Trip in- Drlg- Survey- Tight hole- Work pipe- Toh
11-15	4115	61	TOH- Lay down 3pt reamer- TIH- un- load hole- Wash & Ream 40' to bottom- TOH- Unplug bit, IBS, & monell collar- W/o bit sub- TIH- Ream 30' to bottom- Drlg- Survey- Mud up @ 4176- Pull 5 stds- Wash and ream 40' to bottom
11-16	4176	70	Wash and ream- Tight hole- Drlg & survey Circ & TOOH- Make up new BHA- Trip in
11-17	4246	146	Trip in- Ream to bottom 20'- Drlg- Survey- Work on pump- Work on tight hole
11-18	4392	58	Drlg- Survey- TD hole @ 4450- Short trip- TOH- Logging- Wait on orders
			•

.

•

WELL NAME: VALENTINE FEDERAL #1 LOCATION: GRAND COUNTY, UTAH

MPANY NAME:	TXO	PRODUCTION	CORP.	SECTION:	<u>35-T16S-R25E</u>
-------------	-----	------------	-------	----------	---------------------

BIT#	SIZE	MAKE	TYPE	DEPTH OUT	FEET	HOURS	FT/HR
1	11"	REED	13 J	709	709	17⅓	41.0
2	7 7/8"	SMITH	V2HJ	874	165	434	39.0
3	7 7/8"	SEC	M44N	1105	231	6	38.0
4	7 7/8"	SMITH	SVH	2481	1376	19年	71.50
5	7 7/8"	SMITH	SVH	3683	1202	17½	69.0
6	7 7/8"	SMITH	SVH	3720	37	3½	11.0
7	7 7/8"	SMITH	SVH	4119	353	10	35.0
8	7 7/8"	SMITH	F-4	4450	331		
	·		:				
		· · · · · · · · · · · · · · · · · · ·			:		
			-				·
	· 						
		· · · · · · · · · · · · · · · · · · ·					
							/
		<u> </u>					
							er in continuous is a superior
					:		
							· · · · · · · · · · · · · · · · · · ·
					·		

SUMMIT MOUNTAIN GEOLOGY GRAND JUNCTION, COLO.

BIT RECORD

DEVIATIONS SURVEYS

DEPTH	DEVIATIONS	TVD	DEPTH	DEVIATION	TVD
136	1/4 ⁰		2329	26 1/4 ⁰ S83W	2274
445	3/4 ⁰		2392	27 1/2° S81W	2330
700	1° S30E	699	2451	28 3/4° S81W	2383
725	1 1/4 ⁰ S26E	724	2503	28 1/4° S80W	2428
788	1 ⁰ S22E	787	2565	27 1/2 ⁰ S80W	2483
848	1 1/4 ⁰ S26E	847	2626	27 ⁰ S80W	2537
882	1/4° S74W	881	2688	26 ⁰ S80W	2593
941	2 1/4° N40W	940	2751	25° 579W	2650
973	3 1/2° N51W	972	2813	24 1/2° S80W	2706
1004	4 3/4° N50W	1003	2853	24° S78W	2742
1035	6° N52W	1034	2888	23 1/2 ⁰ S79W	2775
1095	7 1/4 ⁰ N67W	1094	2918	24 ⁰ S80W	2802
1156	8 1/4° N70W	1154	2950	24 1/4 ⁰ S78W	2831
1217	9 1/4 ⁰ N73W	1214	3011	25 ⁰ S78W	2887
1277	10° N73W	1274	3072	26 ⁰ S78W	2942
1340	10 3/4 ⁰ N75W	1336	3133	26 1/2 ⁰ S76W	2996
1403	11 1/4 ⁰ N78W	1397	3195	27 1/2 ⁰ S76W	3052
1464	12 ⁰ N79W	1457	3316	28 3/4 ⁰ S75W	3158
1527	12 3/4 ⁰ N80W	1519	3408	30° 573W	3239
1589	13 1/4 ⁰ N82W	i 579	3502	31 1/4 ⁰ S73W	3320
1650	14 3/4 ⁰ N83W	1638	3595	33° 571W	3398
1681	15 ⁰ N83W	1668	3653	34 ⁰ S70W	3447
1710	15 1/2 ⁰ N86W	1696	3690	33 1/4 ⁰ S72W	3477
1770	16 1/4 ⁰ n87w	1754	3721	30 1/4 ⁰ S75W	3504
1883	17 1/4 ⁰ N88W	1814	3754	28 1/4 ⁰ S78W	3533
1894	18 1/2 ⁰ N88W	1872	3785	28 1/4 ⁰ S78W	3560
1955	19 1/4 ⁰ N90W	1930	3816	28 1/2 ⁰ S78W	3587
2017	20 1/2 ⁰ S89W	1988	3847	29 ⁰ S78W	3614
2080	21 3/4 ⁰ s88W	2049	3874	29 1/2 ⁰ S78W	3638
2142	23° 587W	2104	3904	30° 579W	3664
2205	24 ⁰ S8 <u>5</u> w	2162	3935	30 1/2 ⁰ S78W	3691
2 <u>2</u> 68	25 1/4 ⁰ S85W	2219	3965	31 1/4 ⁰ S78W	3716
				t contract the contract of the	

DEPTH	DEVIATION	TVD
3996	31 1/4 ⁰ S78W	3743
4027	32 1/2 ⁰ S77W	3769
4058	33 1/2° 578W	3795
4048	33 3/4 ⁰ 578W	3815
4141	35 ⁰ S77W	3864
4202	35 3/4° S78W	3914
4241	36 1/4 ⁰ 579W	3945
4308	37° 578W	4000
4399	37° 578W	4072
4450	37 ⁰ S78W	4113

FORMATION TOPS

FORMATION	DRILL TIME	TVD	"E" LOG	DATUM
BUCK TONGUE	SURF	SURF	SURF	5681
CASTLEGATE	270	260	260	5421
MANCOS	460	500	500	5181
MANCOS "B"	900	980	980	4701
BASE MANCOS "F	3" 1800	1816	1834	3847
FRONTIER	3745	3514	3727	1954
DAKOTA SILT	4025	3766	4024	1657
DAKOTA FM	4095	3840	4110	1571
2nd Kd SAND	4155	3871	4154	1527
3rd Kd SAND	4205	3913	4202	1479
4th Kd SAND	4290	3986	4292	1389
BUCKHORN	4380	4040	4370	1311
MORRISON	4395	4050	4386	1295
1st Jm SAND	4400	4053	4388	1293

TOPS COMPARED TO NEAREST OFFSET GRAND COUNTY - UTAH

FORMATION		AND GAS FED. #1 6S-R25E	TXO PRODUCT VALENTINE SEC. 35-T1	FEDERAL #3
	TVD	DATUM	TVD	DATUM
BUCK TONGUE	SURF	5681	SURF	5681
CASTLEGATE	265	5416	260	2421
MANCOS	425	5256	500	5181
MANCOS "B"	990	4691	980	4701
BASE MANCOS "B"	1830	3851	1816	3865
DAKOTA SILT	3800	1881	3766	1915
DAKOTA FM	3870	1811	3838	1843
2nd Kd SAND	3920	1761	3870	1811
3rd Kd SAND	3955	1726	3912	1769
4th Kd SAND	4004	1677	3986	1695
BUCKHORN	4046	1635	4040	1641
MORRISON	4058	1623	4050	1631
1st Jm SAND	4030	1651	4053	1628





COMPANY	COMPANY TXO PRODUCTION CORP.					
WELL NAME	VALENTINE FEDE	RAL #3	***************************************	· · · · · · · · · · · · · · · · · · ·	***************************************	
LOCATION	SECTION 35-T16	S-R25E GRANI	COUNTY -	UTAH	V. n. insus	
			ZONE OF	INTEREST	NO1	
INTERVAL: From	4158	To 4174				
DRILL RATE: Abv _1	.0 min/ft	Thur3.5 min/	ft	Below5	0.0 min/ft	
FORMATION NAME	DAKOTA	MEMBEF	2nd SA	ND		
ZONE DRILL RATES	ZONE "E" LOG DEPTH	dS OhmM	'E' LOO POROSITY	G ANALYSIS	S X PLOT Ø	
***************************************	4158 60	35	13 13			
	60 62	40	12 13	T	1	
	62 64	40	13 14	i !	1	
	£-,64 66	35	13 14		1	
<u> </u>	66 68	35	14 14			
	68 70	30	14 17	<u> </u>	3	
<u> </u>	70:72	30	13 14	<u>! </u>		
TYPE SHOW INCREASE	72 74	20 SHARP	14 13			
SHOW VARIATION WITH	· ·		INCREASI	NG	DECREASING	
FLUORESCENCE: MINE						
NON	E		CUT: N	IONE	SLOW	
POO	E R <u>X</u> % in Tota % in Show	I Sample50%	I	POORX	MOD	
FAIR	% in Show	w Lithology	00 /0	FAIR	FAST	
STAIN: NONE XP	OORFAIR	_GOODLIVE	DEAD	RESIDU	E EVEN	
POROSITY: POOR	FAIR_XGO	DOD KIND _	INTRAGR	ANULAR		
LITHOLOGY: SS c	lear fine-mediu	m grain subrour	nd to roun	d well s	sorted firm	
DULL P	ALE YEL FLUO S	LOW STRMG CUT				
NOTIFIED:JIM_W	ILLIAMS	At _9:00 am	HRS. DATE	11-16-	-82	
REMARKS: <u>MUDDE</u>	D HOLE UP AT 41	76 A SMALL BLI	IE FLARE W	AS NOTE	AT BLOOTE	
LINE WHILE	MUD FILLED HOLE				•	
ZONE DESCRIBED BY:	JOSEPH J RUN	GE				





COMPANY	TXO PRODUCT	ION CORP.		· · · · · ·	. ,	· · · · · ·		
WELL NAM	1EVALENTINE F	EDERAL #3						
LOCATION	SECTION 35-	T16S-R25E	GRAND	COUN	TY -	UTAH		
		; ;					NO2	
INTERVAL: From	4200	То <u></u>	240					
DRILL RATE: Abv	15.0 min/ft	Thur	5.0 min	/ft_		Below _2	5.0 min/	ft
FORMATION NAME	DAKOTA		MEMBER	3 <u>r</u>	d SA	ND		uponár a na una municipa mana a
ZONE DRILL RATES	ZO "E" LOG		OhmM	POR	DSITY	.		Ø
	4200	05	6	29	12		 	
		10 .			21		3	, , , , , , , , , , , , , , , , , , ,
		15		21		•	3	,
	,	20		1	20		6	
		<u>25</u> 30		17 16	17 24		8	
		35		16			5	
i		40		10	21	i !		
PC	TITHIN ZONE: STE	ADY EI	RATIC XSTRI	EAMIN (G CUT: N	_FLASHINIONE_X_	IGHAL SLOW MOD	EO
STAIN: NONE X								
LITHOLOGY: SS occassi								
NOTIFIED: JIM							7-82	
ZONE DESCRIBED BY	: JOSEPI	I J RUNGE		· · · · · · · · · · · · · · · · · · ·				





COMPANY _	TXO PRODUCTION CORP	• · · · · · · · · · · · · · · · · · · ·		····	<u> </u>		
WELL NAME -	VALENTINE FEDERAL #1	3	····				
LOCATION	SECTION 35-T16S-R25	E GRA	ND CC	UNTY	- UTAH		
			ZOI	NE OF	INTEREST	NO3_	
INTERVAL: From 42	292 To	4302					
DRILL RATE: Abv	Thur		:		Below		
	DAKOTA						
ZONE DRILL RATES	ZONE "E" LOG DEPTHS	OhmM	PORC	'E' LOG DSITY	ANALYSI % SW	S X PLOT Ø	
	4290 92	20	14	8			
	92 94		9	11		2	
	94 96	35	8	14	1	6	
	96 98	35	7	15		8	· ·······
	98 4300 4300 02	30 10	7	9 10		3	·
	4300 02	10	TO	10			
SHOW VARIATION WITH	: GRADUAL X SHARP IIN ZONE: STEADY ERAL SPOTTY IIIN ZONE: STEADY SPOTTY IIIN ZONE: STEADY SPOTTY IIIN ZONE: STEADY SHARP IIIN ZONE: STEADY SHARP IIIN ZONE: SHARP IIIN	RRATIC	EAMING	3	FLASHIN	GHALEO_	
	ORFAIRGOOD_						
POROSITY: POOR	FAIRGOOD_X_	KIND	<u> </u>	.nagn.	ANULAN		1 44.471.441.1111
	lear to white fine to TR DULL ORANGE FI		:	,		occ very f	<u>ine</u>
NOTIFIED: JIM I	VILLIAMS At _	9:00 am	HRS	. DATE	11-1		
ZONE DESCRIBED BY: _	JOSEPH J RUNGE						· · · · · · · · · · · · · · · · · · ·

SAMPLE DESCRIPTION

```
700-30
            SH
                    100% m-dkgy mic frm
 730-60
            SH
                    100% m-dkgy mic trs slt frm sl calc
 760-90
            SH
                    100% m-dkgy mic frm sl calc
                    100% dkgy mic frm
 790-820
            SH
 820-50
            SH
                    100% dkgy mic slty frm sl calc
 850-80
            SH
                    100% a/a
 880-910
            SH
                    100% m-dkgy mic v slty frm sl calc
 910-1000
            SH
                    100% dkgy mic frm
1000-30
                    100% m-dkgy mic frm sl calc
            SH
1030-60
            SH
                    100% vdkgy v mic frm sl calc
1060-1120
                    80%
            SH
                         dk-blkgy mic frm-sft
                    20%
            SLTST
                         gy sbrd frm
1120-50
            SH
                    100% dkgy blk v mic frm sl calc
1150-1240
            SH
                    100% m-dkgy mic frm sl calc
1240-1330
            SH
                    100% m-dkgy mic occ stngrs blk slt frm
1330-60
            SH
                    100% dkgy blk mic frm
1360-1450
            SH
                    100% m-dkgy v mic v slty stngrs sl calc
1450-80
            SH
                    100% dkgy mic frm
1480-1630
                    100% dkgy mic occ slty frm
            SH
                    100% m-ltgy mic frm sl calc
1630-90
            SH
            SH
                    100% m-dkgy mic frm
1690-1780
1780-1900
            SH
                    100% m-dkgy mic strngrs of blk slt sl calc
1900-50
            SH
                    100% dkgy mic frm
            NO SAMPLE
1950-2000
2000-50
            SH
                    90%
                         dkgy mic frm
            SLTST
                    10%
                         blk-clr sbrd free
2050-2100
                    90%
                         dkgy mic frm sl calc
            SH
            SLTST
                    10% clr sbrd sdy free
2100-2200
            SH
                    100% dk-mgy mic frm sl calc
                    100% smky-clr sbrd sdy frm-free
2200-50
            SLTST
                    100% blk dkgy mic occ slty frm sl calc
2250-2300
            SH
2300-2450
            SH
                    100% blk-dkgy mic frm
2450-2600
            SH
                    90%
                         m-dkgy slty mic calc
                    10%
            SLTST
                         clr-smky sbrd-sbang free
2600-2700
                    100% dkgy mic frm
            SH
2750-2800
            SH
                    90%
                         dkgy mic frm slty
                    10%
            SLTST
                         smky sbang free
2800-50
                    100% dkgy blk occ brn mic frm
             SH
2850-2900
                    100% m-dkgy blk brn mic frm
            SH
2900-50
             SH
                    100% brn-dkgy mic frm bcm calc
2950-3000
                    80%
                         brn-dkgy mic occ slty calc
            SH
             SLTST
                    20%
                         brn-smky clr sbang free
3000-50
             SH
                    100% brn-dkgy mic occ slty calc
3050-3100
            SH
                    100% a/a
3100-3200
                    90%
            SH
                         brn-dkgy mic slty stngrs sl calc
             SLTST
                    10%
                         clr-smky sbrd-sbang free
3200-50
                    90%
                         dkgy mic slty stngrs sl calc
             SH
             SLTST
                    10%
                         clr-smky sbang free
```

```
SH
                    90%
                         a/a
3250-3300
            SLTST
                    10%
                         a/a
3300-50
            SH
                    100% blk-dkgy slmic frm-hd sl calc
3350-3400
            SH
                    100% blk-dkgy v slty frm sl calc
3400-50
            SH
                    100% pred dkgy vslty frm sl calc
3450-3500
            SH
                    100% a/a
3500-50
                    100% dkgy mic occ slty frm sl calc
            SH
                    100% a/a
3550-3600
            SH
3600-3800
            NO SAMPLE
3800-30
                    100% m-ltgy mic frm sl calc
            SH
                    100% mgy mic frm
3830-60
            SH
3860-90
            SH
                    100% a/a
3890-3920
            SH
                    100% m-dkgy mic strngrs blk slt
                    100% m-dkgy mic frm calc
3920-50
            SH
3950-80
            SH
                    100% dkgy blk mic bcm v sdy frm
3980-4000
            SLTST
                    100% clr-smky slt sbrd psrtd free
4000-10
            SS
                    100% clr-smky vf-mgr sbrd psrtd free
4010-20
            SS
                    70%
                         a/a
            SH
                    30%
                         blk mic v slty & sdy frm sl calc
4020-30
            SS
                    70%
                         clr-smky pred vfgr grdg to sltst free
            SH
                    30%
                         blk mic v slty occ sdy frm sl calc
4030-40
            SH
                    90%
                         blk mic sl slty occ sdy frm sl calc
            SLTST
                    10%
                         smky-clr sbrd grdg to vfgr ss
4040-50
                    100% blk-smky sbrd v mic bcm sdy frm-free
            SLTST
4050-60
            SH
                    100% blk mic v slty & sdy frm
4060-70
            SH
                    90%
                         a/a
            SS
                    10%
                         clr-smky fgr sbrd free
                    100% clr-smky sbrd-rd occ grdg to fgr ss
4070-80
            SLTST
4080-90
            SLTST
                    100% smky-blk sbrd-sbang shly frm sl calc
4090-4100
            SS
                    100% smky-clr fgr sbrd free
4100-10
            SS
                    100% smky-clr sbrd shly frm-free
4110-60
            NO SAMPLE
                    100% blk mic frm
4160-70
            SH
4170-80
            SH
                    100% blk-dkgy mic v carb strngrs slty ip sl calc
4170-80
            SH
                    100% blk dkgy mic v carb strngrs slty sl calc
            SS
                    TR
                         clr mgr sbrd sbang hd
4180-90
            SH
                    90%
                         a/a
            SS
                    10%
                         clr f-mgr sbrd-sbang vhd-fri sl calc
4190-4200
            SH
                    80%
                         blk-dkgy mic slty & sdy frm brit
            SS
                    20%
                         gy-clr vfgr sbrd slty sl calc
4200-05
            SH
                    90%
                         blk dkgy mic slty frm brit
            SS
                    10%
                         clr fgr sbrd brit
4205-10
            SH
                    100% blk dkgy v mic slty frm-brit
            SS
                    {
m TR}
                         clr fgr sbrd frm
4210-15
            SH
                    90%
                         blk-dkgy occ ltgy mic slty & sdy frm
            SS
                    10%
                         clr f-mgr sbrd-rd wsrtd frm
                         TR YEL FLUO
                                      SLOW STRMG CUT
4215-20
            SH
                    90%
                         a/a
            SS
                    10%
                         clr-gy f-mgr sbrd frm
4220-25
            SH
                    100% blk-dkgy v mic carb slty frm-brit sl calc
            SS
                         clr fgr sbrd grdg to sltst
                    TR
```

)	4225-30	SH SS	80% 20%	blk-dkgy mic carb slty frm splintery brit clr dkgy f-mgr sbrd-sbang frm-hd fri brit TR PALE ORNG FLUO NO CUT
	4230-35	SH	90%	blk-ltgy mic slty frm sl calc
	4235-40	SH		clr wh mlky vf-fgr sbrd-rd frm-hd fri ip blk dkgy brn mic slty frm-hd
	hoho he		TR	clr f-mgr sbrd hd brit
	4240-45		100%	·
	4245-50		60%	blk-brn slty mic frm brit
	1050 55	SS	40%	clr-wh f-mgr sbrd sbang wsrtd frm-fri
	4250 - 55	SH	50%	blk brn slty hd-frm occ v brit
	ho== Co	SS	50%	clr-wh s&p vf-mgr sbrd-sbang sft vhd qtz
	4255 – 60	SH	50%	choc brn mic slty sdy frm sl calc
		SS	50%	wh-clr vf-fgr sbrd hd brit
	4260 - 65	SH	70%	wh-ltgy dkgy mic frm-sft bentic v calc
		SS	30%	pred wh cht occ wh vfgr wrded fri
	4265 - 70	SH	70%	wh-ltgy dkgy mic slty frm-sft
		SS	30%	clr-wh-ltgy cgr ang qtz
	4270 - 75	SH	90%	wh-ltgrn pale gy mic occ slty frm
		SS	10%	clr pale grn vf-cgr qtz trs c gr wrded sd free
	4275-80	SS	90%	clr pale gy vf-fgr ang-sbrd hd-brit
		SH	10%	a/a
	4580-85	SS	90%	pale gy-clr-grn fgr sbrd hd brit
	•	SH	10%	dkgy slty frm
	4285-90	SS	80%	clr-palegrn vf-fgr sbrd hd brit
		SH	20%	brn-pale grn wxy slty frm calc
)	4290-95	SH	50%	pale-m grn slty bentic frm-sft calc
		SS	50%	pale grn clr vf-fgr sbrd hd brit
	4295-4300	SH	30%	pale grn blk occ mic wxy frm
		SS	70%	clr-wh f-mgr sbrd occ vfgr hd brit frm-fri
			1	TR DULL ORNG FLUO SLOW CUT
	4300-05	SH	10%	blk ltgrn mic wxy trs slt sl calc
		SS ·	90%	clr m-cgr sbrd-ang msrtd frm qtzic
				TR DULL ORNG RED FLUO SLOW CUT
	4305-10	SH	10%	a/a
		SS	90%	clr fgr occ mgr sbrd-sbang hd brit qtzic
	4310-15	SH		blk-pale grn mic wxy frm
	1	SS		clr m-cgr sbrd memtd frm occ brit qtzic
	4315-20	SH	30%	pred gygrn blk mic wxy sdy sl calc
	h-00 0=	SS	70%	ltgy clr palegrn vf-mgr sbrd-rd wsrtd frm
	4320-25	SH	30%	a/a
	1.00= 00	SS	70%	ltgy clr pale grn vfgr sbrd grdg to sltst hd
	4325-30	SH		ltgy gygrn mic wxy frm
	11220 25	SS		ltgrn clr vfgr sbrd slty hd
	4330-35	SH	90%	ltgy-pale grn tan dkgy mic wxy frm v calc
	וייים איי	SS	10%	a/a
	4335-40	SH		ltgrn gygrn sdy slty mic frm
	4340-45	SH		ltgrn gygrn blk slty mic v wxy frm
	4345-50	SS SH	TR	grn clr sbrd slty
	4345-50	SH		grn-blk occ brn sdy mic wxy frm
1	マンフローンツ	Sn SS	TR	m-dkgrn blk sdy slty wxy frm sl calc clr fgr sbrd fri
•		DD	111	CTI TEL BOLG TIT

4355-60	SH	100%	
	SLTST	TR	red brn sbrd mic
	SS	TR	clr-ltgrn vfgr sbrd frm-hd
4360-65	SH	80%	gygrn blk mic sdy slty wxy frm
1	SS	20%	clr vfgr sbrd hd brit clr ang free qtz frags
4365-70	SH	30%	gygrn blk slty wxy frm
	SS	70%	clr-pale grn vf-fgr rd hd brit clr ang free qtz
4370-75	SH	30%	a/a
	SS	70%	clr vf-fgr sbrd-rd hd brit
4375-80	SH	10%	blk gygrn slty mic frm
	SS	90%	clr vf-fgr sbrd-rd frm-fri sl calc
4380-85	SH		a/a
	SS		a/a
4385-90	SH		blk gygrn brn mic slty occ sdy frm-hd
	SS	90%	
4390-95	SS	100%	clr-smky m-cgr qtzic hd
			clr v ang qtz frags
4395-4400	SS		clr vang free qtz trs fgr wrded sd
4400-05	SH		blk-brn ltgy grn slty wxy frm brit splintery
	SS		pred clr-smky ang qtz w/tr fgr sbrd ss
4405-10	SH	30%	
	\mathtt{QTZ}		pred clr smky ang qtz frags
	SS	10%	
4410-15	SH		gygrn blk brn sdy slty pred wxy frm-brit
4415-20	SH	90%	
	SS	10%	ltgrn wh vfgr sbrd frm-sft sl calc
4420-25	SH	70%	gygrn brn blk slty wxy frm-brit splintery
	SS	30%	ltgrn wh clr vfgr sbrd frm occ fri
4425-30	SH		varagated wxy frm brit
4430-50	SH		varagated wxy frm-hd bentic ip sl calc
	SLTST	TR	brn-grn sbrd frm-hd brit

GEOLOGIC SUMMARY

ጹ

ZONES OF INTEREST

The Valentine Federal #3 was spudded in the buck Tongue Formation. This well was directionally drilled from the Valentine Federal #1 location towards the south west. The bottom of the hole is 1200 feet south west of the Valentine #1. The Dakota and Morrison formations were drilled with mud.

DAKOTA SILT (4020-4110)

The Dakota Silt in the Valentine #3 is predominatly a clear to smoky color. Most of the silt grains were sub round to round in shape. Towards the bottom of the section the silt-stone graded to a very fine to fine grained sandstone.

DAKOTA FORMATION (4110-4386)

The Dakota Formation in the Bar X Field consists of 5 sands plus the Buckhorn. Most wells have several of the sands but rarely have all five The Valentine #3 has the 2nd, 3rd, 4th, and the Buckhorn present in the Dakota section.

2nd DAKOTA SAND (4154-4176)

The second sand of the Dakota was penetrated at 4154. Twenty two feet of fair to good porosity sand was noted on the logs and while drilling. A flare after a survey was noted at 4170. Logs show an average resistivity of 35-40 ohmms from 4160-4172. Porosity logs show an average X-Plot porosity of 13-15% thru the same zone.

At 4176 it became neccessary to mud the hole up. While filling the hole a very dark blue flare was noted at the blooie line. SEE SHOW REPORT #1

3rd DAKOTA SAND (4202-4240)

The third sand was encountered at 4202. Thirty two feet of sand was noted while drilling. Samples showed a clear to white, fine to medium grained, sub round to round, well sorted sand. The samples from 4205-15 showed traces of Pale Orange fluoresence, but no cut was noted. The average resistivity from 4202-20 was low (5 ohmms) but this may have been due to mud invasion in the porous zones. From 4220-40

resistivites averaged 10 ohmms with porosities of 18-20%

4th DAKOTA SAND (4292-4302)

The 4th Sand of the Dakota was penetrated at 4292. Ten feet of clear to white, fine to medium, sub roun poorly sorted sand was noted in the samples. Moderatly high resistivities were noted (30 ohmms) with 10-12% average X-Polt porosities on the logs.

CEDAR MOUNTAIN FORMATION (4310-4386)

The Cedar Mountain formation is not normally recognized in the Uintah Basin. In the Valentine #3 well, shale samples became predominatly light green to grey green from 4310 on. The green color is very characteristic of the Cedar Mountain Formation.

BUCKHORN (4370-4386)

The Buckhorn is the last sand of the Dakota before reaching the unconformity in the Morrison Formation. Tis sand is poorly developed and is wet on the logs. Samples showed clear, very fine to fine grained, sub round to round, firm to friable sand in the top 6-8 feet of the sand. The bottom 2 feet was angular chert and quartz fragments.

MORRISON (4386-TD)

The Morrison is a varagated shale with very prominate stringers of dark green shale and sandy siltstones. Also included in the Morrison were thin to thick stringers of bentonite.

The Brushy Basin Sands of the Morrison are generally well developed. The first Brushy Basin Sand was penetrated in the Valentine #3 well at 4386-4396. Ten feet of clear to milky colored, very angular quartz and chert were noted. Occassionally very fine to fine grained sandstone stringers were also noted in the samples. Logs indicate very poor porosity and wet formation.

It has been a great pleasure working with the fine people at and associated with TXO Production Corp. I'm looking forward to doing more work in the area for you. If I can be of any help with interpetation or just in general please feel to call at anytime.

OSEPH I BUNGE



TXO PRODUCTION CORP.

1800 LINCOLN CENTER BUILDING DENVER, COLORADO 80264

TELEPHONE (303) 861-4246

December 14, 1982

DEC 20 1982

DIVISION OF OIL, GAS, & MINING 4241 State Office Building Salt Lake City, Utah 84114

Attn: Mr. Cleon B. Feight

Director

DIVISION OF OIL GAS & MINING

RE: VALENTINE FEDERAL #3 Section 35, T16S-R25E

Grand County, Utah

Dear Mr. Feight:

Enclosed find two (2) copies of Form 9-330, "Well Completion or Recompletion Report and Log" and copies of the well history, logs, and directional surveys for the above referenced well.

If there are any further requirements concerning this well, please contact me at this office.

Sincerely.

TXO PRODUCTION CORP.

P. Bruce Wright

R. Bruce Wright

Petroleum Engineer

RBW/dek encls.



UNITED STATES DEPARTMENT OF THE INTERIOR

SUBMIT IN DUPLICATE*

5. LEASE DESIGNATION AND SERIAL NO.

(See other in-structions on reverse side)

		GEOL	_OGIC	AL SU	RVEY	· ·		16461.	e s.uc,	ט	- 38	3276		
WELL CON	APLETION	OR	RECON	APLET	ION F	REPORT	AN	D LO	3 *	6. IF	INDIAN,	ALLOT	TEE OR TRIBE NA	ME
18. TYPE OF WELL	4: OIL	LL 🗌	GAS WELL	<u>а</u> Б	RY 🗌	Other		· · · · · · · · · · · · · · · · · · ·		7. UNI	T AGRE	EMENT	NAME	_
b. TYPE OF COMP	LETION:											-		
		EP-	BACK _	DIFE	vr.	Other				S. FAI	tM OR I	LEASE	NAME	
2. NAME OF OPERATO												ine I	Federal	
TXO Products.	ction Cor	o				······································			····	9. WE	LL NO.	2		
		r Rld	or Dear	170T	Color	ado 80	726/	ı		10. FI	#3 ELD AN		, OR WILDCAT	
1800 Linco	L (Report locati	ion clear	ly and in a	ccordance	with an	y State requi	remen	ts)*		- Sar	n Arn	covo		
At surface 729'	FSL, 1968	8' FW	L, Sec	tion 3	5, T1	6S-R25E				11. s			R BLOCK AND SUR	EY
At top prod. inte		elow										m1.c	a note	
	ECT (O)	1 1311		14. PE	RMIT NO.		DATE	ISSUED		12. cc	UNTY C		S-R25E 13. state	
212	FSL, 603	ЬМГ		43-0	19-31	009	11	/2/82		Gran	d d		Utah	
15. DATE SPUDDED	16. DATE T.D.	REACHED	17. DATE					VATIONS (D	F, RKB			19. E	LEV. CASINGHEAD	_
11-4-82 20. TOTAL DEPTH, MD &	11-18-	82	12	-12-82) <u>.</u>			93' RK					681'	
and the second s	Į.				HOW M	TIPLE COMPL ANY* .			LED BY		RY TOO!	LS 1	CABLE TOOLS	
4450 MD, 4113 24. PRODUCING INTERV	'TVD 440	U'MD,	40/3'T	VD	NAME (N	6°			* 1	11/2	ary:	1 25	None . was direction.	L L
4294'-98'								E CO		UH	CII		SURVEY MADE	
3988'-92')		1 1 8%	the rain			* / U		Yes	
26. TYPE ELECTRIC AL							343	DEC	20	1982		27. W	AS WELL CORED	
CFDG-CNE.S	OTTE: GR, S	P. OW	D log	<u> </u>			,						No	
28.	1	7=				ort all string	s set	in well)	CINI	N ROERD				
CASING SIZE	WEIGHT, LB.		DEPTH SE		но	LE SIZE	-) BoGA			dG		AMOUNT PULLE	
8-5/8'' 4놯''	24# 10.5#			676' ''		11"	-	<u> </u>		IA: GEG.	*14		None	
43	10.5#		4	448 '	-	7-7/8''	-	250 s	X				None	
							-							
29.		LINER	RECORD					30.		TUBING	RECC	PD		_
SIZE	TOP (MD)	вотто	M (MD)	SACKS C	EMENT*	SCREEN ((D)	SIZE	_	DEPTH :		D)	PACKER SET (M	<u>)</u>
								2-3/	8''	41	20 '		None	
31. PERFORATION RECO	OED (Interval, s	ize and	number)			32.	Δ.	UD SHOT	ERAC	TURE C	EMENT	11702 7	EEZE, ETC.	
4162'-70';	0.38"; 4	holes	3			DEPTH IN							ATERIAL USED	
4215'-37';						4162'-			200	00 gal	7.5	% HC	1 w/	
4294'-98';	0.38''; 3	holes	;										SCF/bbl Na	
														
33.*				·	700									
DATE FIRST PRODUCTS	ON PROI	UCTION	METHOD (lowing, g		DUCTION umping—size	and	type of pun	20)		WELL	STATUS	(Producing or	
N/A									.,		shu	t-in) S	I, WOPL	
DATE OF TEST	HOURS TESTED	CI	IOKE SIZE		N. FOR PERIOD	OIL-BEL.		GAS-M	CF.	WATE	ER-BBL		GAS-OIL BATIO	
12-12-82	24		1/8''	1231			_	126	5		-			
FLOW. TUBING PRESS.	CASING PRESSU		LCULATED HOUR RAT	E OIL-	BEL.	GAS-	-MCF.		WATE	BBL.		OIL GF	RAVITY-API (CORR.)
350# 34. disposition of ga	350#	r fuel n	ented etc				1	26			WITNES	ann Pi		
	(, , ,	,, .	c, 0101,								Sut			
<u>Vented</u> 35. list of attacam	ENTS					···				1 wes	Suc	.com		
Well Hist	ory. Ings	. Din	cection	al Su	rvev									
Well Hist 36. I hereby certify	that the forego	ing and	attached in	formation	n is comp	lete and cor	rect a	s determin	ed from	n all ava	ilable r	ecords		
signed	K Bu		Wrigs	ET TI	TLE _	Petroleu	m E	ngineeı	<u></u>		DATE	s <u>12</u>	2/14/82	
T.	t. Bruce V * (S a	e instr	uctions a	nd Spac	es for A	Additional	Date	on Reve	rse S	ide)				

General: This form is designed for submitting a complete and correct well completion report and log on all types of lands and leases to either a Rederal agency or a State agency or sold regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from, the local Rederal and/or State office. See instructions on items 22 and 24, and 33, below regarding separate reports for separate completions.

If not filed prior to the time this summary record is submitted, copies of all currently available logs (drillers, geologists, sample and core analysis, all types electric, etc.), formation and pressure tests, and directional surveys, should be attached hereto, to the extent required by applicable Federal and/or State laws and regulations. All attachments should be listed on this form, see item 35.

Hen 4: If there are no applicable State requirements, locations on Federal or Indian land should be described in accordance with Federal requirements.

or Federal office for specific instructions.

Hem 18: Indicate which elevation is used as reference (where not otherwise shown) for depth measurements given in other spaces on this form and in any attachments.

Hem 22 and 24: If this well is completed for separate production from more than one interval zone (multiple completion), so state in item 22, and in item 24 show the producing interval, or intervals, top(s), bottom(s) and name(s) (if any) for only the interval reported in item 33. Submit a separate report (page) on this form, adequately identified, for each additional interval to be separately produced, showing the additional data pertinent to such interval.

Hem 29: "Sacks Gement": Attached supplemental records for this well should show the details of any multiple stage cementing and the location of the cementing tool.

Hem 33: Submit a separate completion report on this form for each interval to be separately produced. (See instruction for items 22 and 24 above.) Consult local State

	d	TRUE VERT. DEPTH	275	475	3786 4059°									
GEOLOGIC MARKERS	TOP	MEAS. DEPTH	275	475	4027									
38. GBOLOC		NAME	Castlegate	Mancos Delecto	Dakola Morrison					-				
ODF; CORED INTERVALS; AND ALL DRILL-STRM TESTS, INCLUDING WING AND SHUT-IN PRESSURES, AND RECOVERIES	DESCRIPTION, CONTENTS, ETC.											× 4		
37. SUMMARY OF POROUS ZONES: SHOW ALL IMPORTANT ZONES OF POROSITY AND CONTENTS THERROF; DEPTH INTERVAL TESTED, CUSHION USED, TIME TOOL OPEN, FLOWING	BOTTOM		 		· · · · · ·		-							
OUS ZONES: TANT ZONES OF POR TESTED, CUSHION I	TOP					*	-			,				
37. SUMMARY OF POR SHOW ALL IMPOR DEPTH INTERVAL	FORMATION											٠.,		



WELL NAME:	Valentine Federal #3	PTD:	4200'
AREA:	San Arroyo	ELEVATIONS:	5681' GL, 5693' KB
LOCATION:	Section 35, T16S-R25E	CONTRACTOR:	Veco #3
COUNTY:	Grand County	AFE NUMBER:	830417
STATE:	Utah	LSE NUMBER:	94060
FOOTAGE:	729' FSL & 1968' FWL	TXO WI:	100%

GRYNBERG & ASSOCIATES

1050 17th Street, Ste. 1950

Denver, Colorado 80265

Attn: Ginger Howell Ph: (303) 572 1455

850-7490

11/04/82 MIRU. Should spud today.

709' (709'), TOOH to run csg. Mancos. Set 1 jt 13-3/8", 54.5# conductor pipe @ 16' KB. Spud 11" hole @ 11 AM 11/04/82. Drl to 709' w/ air. Prep to run csg. 1/4° @ 136', 3/4° @ 445', 1-1/2° @ 709'. DW: 3767. CW: 36,808. DD 1. 11/05/82

709' (0'), NU. Mancos. Run 16 jts 8-5/8", 24#, K-55, csg, shoe @ 676'. Float @ 635'. Cmt w/ 63 bbls gelled wtr, 10 BM flush, 10 bbl 3% KCL wtr, 200 sxs 50/50 poz w/ 2% CaCl2, 2% gel 1/4#/sx celloflake, tailed w/ 100 sxs Cl "G" w/ 2% CaCl2 11/06/82 & 1/4#/sx celloflake. PD @ 11:07 AM. BP to 700#. Float held. Caught returns 3/4 of way through job. Cmt to surf. WOC 8 hrs & NU. DW: 32,352. CW: 69,160. DD 2.

11/07/82 874' (165'), TIH w/ dyna-drill. Mancos. Fin NU. TIH w/ bit, dry hole & drill cmt & 165' new hole. TOOH. PU & TIH w/ dyna-drill.

MD	DEV	Course	${f TVD}^{-1}$	Vert	S	E
	0	Direction		Section		
700'	10	S30E	699	-5.5 0	10.6	6.1
725 '	1-1/40	S26E	724	-5. 76	11.0	6.0
788 '	1	S22E	787	-6.21	12.0	7.0
849 '	1-1/4 ⁰	S26E	848	-6.64	13.0	7.0
DW:	14,501. CW: 83	3.661. DD 3.			20.0	,

11/08/82 1155' (281'), drlg. Mancos. Air dust 200#. TIH w/ dyna-drill, drld 6 hrs w/ air mist. TOOH w/ motor, TIH w/ 7-7/8" bit, 7-7/8" IBS, monel collar, 13 6-1/4" DCs & DP. Had to ream last 100' to btm.

DOS CEDI.	nau co	ream ra	ISL IOO	to buil.			
MD	DEV		$ ext{TVD}$	Vert	S	E	W
882 '	1/40	S74W	881'	-6.3	13	7	
941 '	$2-1/4^{\circ}$	N4OW	940'	-5.7	13	6	
973 '	$\frac{1}{3-1/2}^{\circ}$	N51W	972 '	-4.6	12	4.8	
1004'	4 ₀ 3/40	N50W	1003'	-3.	10	3	
1035'	60	N52W	1034.61	'79	8.47	.81	
1095'	7-1/4	N67W	1094.21	4.99	4.95		5.16
1156'	8-1/40	N70W	1154.65	12.48	1.94		12.81
DW: 11,8	01. CW:	95,402					,,

11/09/82 2236' (1081'), drlg. Mancos. Dust 160#. BHA: Bit, IBS, monel collar, 13 6-1/4' DCs. Controlling angel and direction by varying weight & RPM.

\underline{MD}	$\overline{ ext{TVD}}$	DEV	COURSE DIRECTION	HORIZONT N	AL CORD
1271'	1214.94'	9-1/4	N73W	1.00	21.62
1277'	1274.09'	10	N73W	3.93	31.32
1340'	1336.06'	10-3/4	N75W	7.06	42.12
1403' 1464'	1397.90' 1457.65'	11-1/4	N78W N79W	9.87	53.81
1527'	1519.19'	12 12-3/4	W08N	12.43 14.78	65.86 79.14
1589'	1579.60'	13-1/4	N82W	16.96	92.92
1650'	1638.79'	14-3/4	N83W	18.89	107.55
1681'	1668.75 '	15	N83W	19.86	115.45
1710'	1696.73'	15-1/2	N86W	20.59	123.04
1770'	1754.44'	16-1/4	N87W	21.59	139.43
1833'	1814.77'	17-1/4	N88W	22.38	157.57
1894 '	1.872.82'	18-1/2	N8SW	23.03	176.39
1955 '	1930.54'	19-1/4	N9OW	23.37	196.03
2017'	1988.85'	20-1/2	S89W	23.19 22.60	217.11
2080'	2047.61'	21-3/4	S88W		239.81

Valentine Federal #3 PTD: WELL NAME: 4200' San Arroyo AREA: 5681' GL, 5693' KB ELEVATIONS: LOCATION: Section 35, T16S-R25E CONTRACTOR: Veco #3 COUNTY: Grand County AFE NUMBER: 830417 STATE: Utah __ LSE NUMBER: 94060 729' GSL & 1968' FWL TXO WI: FOOTAGE: 100% ****************************

11/09/82 cont.

MD	TVD	DEV	COURSE DIRECTION	HORIZONT	AL CORD
2142'	2104.94'	21-3/4	S87W	21.57	263.39
2205	2162.71'	24	S85W	19.82	288.45
2268'	2219.98'	25-1/4	S85W	17.33	314.61

DW: 9795. CW: 105,197. DD 5.

11/10/82 2884' (648'), TOOH to change BHA. Mancos. Dust 180#. Drld to 2481'. TOOH. Change BHA to as follows: bit, near-bit IBS, short DC (8'), near-bit IBS, monel collar, 3 pt reamer, DC, 3 pt reamer, 15 6-1/4" DC, jars, 3 DC. Drld to 2884'. Dropping angle too quickly. TOOH to change BHA to building assembly.

MD	TVD	DEV	COURSE DIRECTION	HORIZONTA	L CORD	
2329' 2392' 2451' 2503' 2565' 2626' 2688'	2274.68' 2330.87' 2382.90' 2428.82' 2483.62' 2537.85' 2593.34'	26-1/4 27-1/2 28-3/4 28-1/4 27-1/2 27 26	DIRECTION S83W S81W S81W S80W S80W S80W S80W S80W	N 19.09 15.12 10.77 7.13 2.10	.75 7.55	345.23 373.44 400.91 424.16 452.71 480.22 507.46
2751' 2813'	2650.26' 2706.50'	25 24 - 1/2	580W S79W S80W	¥	12.49 17.76	534.13 559.65

DW: 11,740. CW: 116,937. DD 6.

11/11/82 3595' (711'), drlg. Mancos. Dust 180#. Fin TOOH w/ packed assembly. TIH w/ bit, near-bit IBS, monel collar, 15 6-1/4" DCs, jars, 3 6-1/4" DCs. Controlling deviation & direction by varying weight & RPM.

MD	TVD	DEV	COURSE DIRECTION	HORIZON S	TAL CORD W
2853' 2888' 2918' 2950' 3011' 3072' 3133' 3195' 3316' 3408' 3502'	2742.97' 2775.01' 2802.47' 2831.67' 2887.07' 2942.13' 2996.84' 3052.14' 3158.98' 3239.15' 3320.03'	24 23-1/2 24 24-1/4 25 26 26-1/2 27-1/4 28-3/4 30 31-1/4	\$78W \$79W \$80W \$78W \$78W \$78W \$76W \$76W \$75W \$73W	20.35 23.16 25.36 27.86 33.17 38.63 44.70 51.48 65.70 78.14 92.14	575.78 589.59 601.47 614.31 639.29 664.98 691.27 718.46 773.46 816.85 862.62

DW: 10,240. CW: 127,177. DD 7.

3683' (88'), surveying for orientation. Mancos. Dust 180 #. Fin TOOH w / building 11/12/82 assembly. PU Dyna-Drill & TIH. Got to btm & oriented motor. Began circ w/ air mist, press rose w/ no apparent motor action. Worked up & dn hole, still had 300-400# circ press. POOH 5 stnds & got full circ. Had no motor action. TOOH. Btm shaft on motor was loose. WO new Eastman motor for 2-1/2 hrs. New motor arrived on location @ 2:47 AM. PU new motor, tested to 300-400 RPM @ surf. Motor worked OK. TIH w/ new motor assembly to btm. Presently orienting motor on btm. CORD <u>S</u> 107.29 Dev Course Direction Vertical Section TVDW 3398.93' 3595' 33 S71W 914.14 $90\overline{9}.39$ 3653' 3447.16' 34 S70W 944.49 118.11 939.86 DW: 15,364. CW: 142,541. DD 8.

WELL NAME:	Valentine Federal #3	PTD:	4200'
AREA:	San Arroyo	ELEVATIONS:	5681' GL, 5693' KB
LOCATION:	Section 35, T16S-R25E	CONTRACTOR:	Veco #3
COUNTY:	Grand County	AFE NUMBER:	830417
STATE:	Utah	LSE NUMBER:	94060
FOOTAGE:	729' FSL & 1968' FWL	TXO WI:	100%
********	+++++++++++++++		

- 11/13/82 3720' (16'), trip for new dyna-drill. Mancos. Drld to 3704' w/ dyna-drill #3. Motor quit working. TOOH w/ dyna-drill #3, had failed rubbers. TIH w/ motor #4, drld to 3720' in 3-1/2 hrs, motor quit working. Presently tripping for new dyna-drill. DW: 11,911. CW: 154,452. DD 9.
- 11/14/82 3845' (125'), drlg. Mancos. Dust 200#. Fin TOOH. PU dyna-drill # 5, misting very well, drld 45' w/ motor #5, began having fill, couldn't get motor started again. TOOH. RIH w/ bldg assembly to pick inclination back up. BHA consists of the following: bit, near-bit IBS, monel collar, 2 DC, 3 pt reamer, 13 DC, jars 3 DC. Resume drlg. Controlling deviation & course direction by varying weight & RPM. DW: 20,403. CW: 174,855. DD 10.
- 11/15/82 4119' (274'), wash & ream to btm. Dakota. Mist 250#. Drld to 4119' w/ bldg assembly & dust. Controlling deviation & course direction by varying weight & RPM. Wrill string torqued up, couldn't rotate, could only move up or dn 4'-5'. Had good circ. Began misting w/ 2% KCL, soap & polymer. String came free, blew hole for 3/4 hr. TOOH. LD 3 pt reamer & PU new ibt. TIH. DW: 14,117. CW: 188,972. DD 11.

MD	TVD	DEV	COURSE DIRECTION	VERTICAL SECTION	HORIZONTA S	L CORD W
11/13-3690' 11/14-3721' 3754' 3785' 3816' 11/15-3847' 3874' 3904' 3935' 3965' 3996' 4027' 4058' 4082'	3477.97' 3504.33' 3533.12' 3560.39' 3587.63' 3614.81' 3638.37' 3664.42' 3691.80' 3716.95' 3743.45' 3769.77' 3795.77' 3815.75'	33½ 30½ 28½ 28½ 28½ 29 29½ 30 30½ 31½ 31½ 33½ 33½	S72W S75W S78W S78W S78W S78W S78W S78W S78W S78	964.19 980.12 995.97 1010.52 1025.13 1039.86 1052.89 1067.61 1083.06 1098.27 1114.15 1130.30 1146.95	124.78 129.41 133.17 136.23 139.31 142.41 145.15 148.12 151.23 154.43 157.77 161.31 164.96	959.24 974.88 990.56 1004.97 1019.44 1034.02 1046.92 1066.51 1076.81 1091.87 1107.60 1123.58 1140.06 1153.06
3904' 3935' 3965' 3996' 4027' 4058'	3664.42' 3691.80' 3716.95' 3743.45' 3769.77'	29½ 30 30½ 31½ 31½ 32½	S78W S79W S78W S78W S78W S77W	1052.89 1067.61 1083.06 1098.27 1114.15 1130.30	145.15 148.12 151.23 154.43 157.77 161.31	1046 1066 1076 1091 1107 1123 1140

11/16/82 4190' (71'), drlg. Dakota. 8.7, 52, 8, 9.5. Fin washing & reaming to btm.

Ran survey. PU kelly. Had plugged bit, TOOH. Unplugged bit. TIH, washed dn

20' of fill. Drld to 4176' w/ mist. Began experiencing hole problems & torquing.

Mudded up hole. Resume drlg. Presently making 6-7 ft/hr.

MD	$ ext{TVD}$	DEV	COURSE	VERTICAL	HORIZONT	AL CORD
4141'	3862'	35 ⁰	DIRECTION S86.57W	SECTION 1193.71	S 175.36	W 1185.24

DW: 11,310. CW: 200,232. DD 12.

11/17/82 4288' (98'), drlg. Dakota. 8.5, 43, 7.8, 8.5. Dakota Silt @ 4085', 1st Dakota @ 4205'. Drld to 4246'. Penetration rate was 2 ft/hr. TOOH. TIH w/ same bit & new BHA. BHA is as follows: bit, float sub, near-bit IBS, monel collar, 3 pt reamer, 1 6-1/4" DC, 3 pt reamer, 15 6-1/4" DCs, jars, 2 6-1/4" DC.

MD	TVD	DEV	COURSE DIRECTION	VERTICAL SECTION	HORIZONTAL S	COORDINATES W
4204 ' 4241 '	3914.19' 3945.87'	35-3/4 ⁰ 36-1/4 ⁰	S78W S78W	1227.76 1251.13	187.04	1241.18

DW: 12,037. CW: 212,269. DD 13.

WELL NAME:

Valentine Federal #3

PTD:

42001

AREA: LOCATION: San Arroyo Section 15, T16S-R25E ELEVATIONS: CONTRACTOR: 5681' GL, 5693' KB

COUNTY:

Grand

AFE NUMBER:

Veco #3

STATE:

LSE NUMBER:

830417

FOOTAGE:

Utah

94060

729' FSL & 1968' FWL

TXO WI: 100%

11/18/82 4419' (131'), drlg. Morrison. 8.7, 43, 7.8, 9. Sample top: Dakota Silt @ 4085' MD, 1st Dakota @ 4210' MD, 3rd Dakota @ 4255' MD, Buckhorn @ 4310' MD, Morrison @ 4365' MD. DW: 8579. CW: 220,848. DD 14.

MD	TVD	DEV	COURSE	VERTICAL	HORIZONT	AL COORDINAT	ΓES
			DIRECTION	SECTION	S	W	
4308 '	3999.64	370	S78W	1290.67	195.01	1281.35	
3999.641	4072.32	370	S78W	1344.76	206.40	1334.92	

11/19/82 4450' (31'), short trip. Morrison. 8.7, 49, 7.4, 9.5. TD hole, circ & cond hole for 1/2 hr. Made 10 stnd short tirp. No tight spots or fill. TOOH. RU & run logs. Had 12' of fill on logs. WOO for 1 hr. TIH w/ bit to cond hole for csg. TIH to btm, circ & clean out fill. Presently making 10 stnd short trip. DW: 34,825. CW: 255,673. DD

> MD TVD DEV COURSE VERTICAL HORIZONTAL COORDINATES DIRECTION SECTION S W 4450' 4113.05 370 S77W 1375.03 213.04 1364.89

- 11/20/82 4450' (0'), MORT. RR @ midnight on 11/19/82. Morrison. 8.7, 49, 7.4, 9.5. Fin short, no tight spots or fill. TOOH to run csg. RU & ran 109 jts 4-1/2" 10.5#, K-55, ST&C set @ 4448'. FC @ 4407'. Washed dn 12' of fill to btm. Centralized the first 15 jts off btm. Circ w/mud for 20 min, pumped 20 BM flush, 10 BW spacer, cmtd w/ 250 sxs Cl "G" w/ 5% KCL, 2% gel, 1#/sx gilsonite. Dspl w/ 3% KCL wtr. PD @ 7:10 PM 11/19/82. BP to 800#. Had full returns throughout job. Float held. Drop from report until completion begins. DW: 50,614. CW: 306,287. DD 16.
- 4400' PBTD, roads very muddy. Bladed location. MIRUCU. ND wellhead. 12/08/82 NU BOP. TIH w/ 3-7/8" bit, csg scraper, & TIH w/ 2-3/8", 4.7#, J-55, EUE tbg to 4400' KB. POOH & LD 10 jts tbg. Swabbed FL dn to 3500'. TOOH w/ tbg & tools. RU GO, ran GR-CCL correlatin log. SDFN. Prep to perf this AM. DW: 32,200. CW: 338,487.
- 4400' PBTD, RU GO. RU lubricator. Perf as follows: 4162', 65', & 67', 4215', 17', 19', 21', 23', 27', 29', 31', 34', & 37', and 4294', 96', & 98'. Total of 17 0.38" holes. RD GO & lubricator. TIH w/ notched collar, SSN & 133 jts 2-3/8", 4.7#, J-55, EUE tbg. Landed tbg @ 4120'. Installed blast jt @ surf. ND BOP & NU wellhead. TIH w/ 12/09/82 swab. Tag FL @ 3500', made 12 swab runs from SSN. Last 4 runs were dry, no gas to surf. Well appears to be dry. RR @ 4 PM. RD. LOTPON. No csg press. No blow on tbg. Prep to acidize this AM. DW: 7040. CW: 345,527.
- 12/10/82 4400' PBTD, well dead. RU Dowell. Performed acid job: loaded hole $\rm w/$ 2% KCL, pumped 25,000 scf N₂ pad dn tbg. Dspl tbg volume less 2 bbls & shut in annulus. Finished pad. Pumped 500 gal 7.5% MSR-100 acid w/ additives w/ 750 scf/bbl N2. Tailed w/ 1500 gal acid w/ 30 ball sealers. Spaced evenly throughout. Dspl acid to top perfs w/ nitrofied KCL wtr. Good fm break on pad. Fair ball action. No ball off. MTP 3300#, ATP 3000#, MR 6 BPM. ISDP 2400#, 5 min 2000#, 10 min 1500#, 15 min 1150#. Surged balls off & performed N2 blow around. LOTPON on 24/64" ch w/ light mist, 6' flare, gas rate TSTM. Csg 200# & rising. SDFN. DW: 9880. CW: 355,407.
- 4400' PBTD, well flowing to pit on 3/8" ch. Flowing dry gas, appeared 12/11/82 to stabilize @ 54# FTP on 3/8" ch, FARO 202 MCFD. LOTPON on 3/4" ch. DW: 350. CW: 355,757.
- 12/12/82 4400' PBTD, well flowing to pit on 3/4" ch to clean up. Will get gauge on gas rate this AM. DW: 0. CW: 355,757.

WELL NAME:

Valentine Federal #3

AREA:

San Arroyo

LOCATION:

Section 15, T16S-R25E

COUNTY:

Grand

STATE: FOOTAGE: Utah

729' FSL & 1968' FWL

PTD:

42001

ELEVATIONS:

5681' GL, 5693' KB Veco #3

CONTRACTOR: AFE NUMBER:

830417

LSE NUMBER:

94060

TXO WI:

100%

12/13/82 4400' PBTD, well flowing to pit on 3/4" ch. TP 0#, CP 0#. 10' flare.

Est 1 gal wtr/hr. Appears to be fm wtr. SI well @ 3 PM 12/12/82.

Drop from report pending frac evaluation. DW: 350. CW: 356,107.

THE FOLLOWING METERS WILL HAVE CALIBRATION / SETTLEMENT TESTS RUN ON THE DATES INDICATED. STARTING TIME WILL BE 0800 OR AS SPECIFIED BELOW AND AT THE OFFICE OF THE NORTHWEST PIPELINE GRAND JUNCTION DISTRICT YOU WILL BE NOTIFIED SHOULD ANY CHANGES OCCUR IN THIS SCHEDULE. IF YOU HAVE ANY QUESTIONS ABOUT THE SCHEDULE. CONTACT OR WRITE THE DISTRICT OFFICE.

METER CODE	WELL NAME	LOC	RUN	DAY	MO/YR	STARTING TIME
92294018	VALENTINE FEDERAL #3 145.258.35	06	12	1	11/85	1000
92122018	ARCO FEDERAL D #1 165.256.34	05	12	5	12/65	0900
92129012	VALENTINE FEDERAL #2 145. 256. 34	06	12	5	12/85	0800
92238016	HANCOCK FEDERAL #1X 175.25E. 5	06	12	12	12/85	1300
92248011	HANCOCK FEDERAL #2 175. 25 E. 2	06	12	12	12/85	1/00
9229.7012	NICOR FEDERAL #2 145, 256.28	06	12	12	12/85	1000
92299015	GRYNBERG FEDERAL #1 145. 256.28	06	12	12	12/85	0900
92322017	LAUCK FEDERAL #2 165. 25E.29	06	12	10	12/85	0900

٦





355 West North Temple, 3 Triad Center, Suite 350, Salt Lake City, Ut 84180-1203. ● (801-538-5340)

	3		5
Page	,	Ωf	7



MONTHLY OIL AND GAS PRODUCTION REPORT

Operator name and address:			_		
TXO PRODUCTION CORP. P. O. BOX 2690 CODY WY 82414 ATTN: R. P. MEABON			Utah Account Report Period Amended Rep	(Monti	N1580 n/Year) <u>12 / 9</u> 0
		T			
Well Name Producing	Days	Production Volume			
API Number Entity Location Zone	Oper	Oil (BBL)	Gas (MSCF)		Water (BBL)
MOXA FEDERAL A-1 U-24633 4301930792 06730 168 26E 4 DKTA					
NICOR FED #2 U-13653 4301931020 06731 16S 25E 28 DK-BK					
CREDO FEDERAL 1		·			
CREDO FEDERAL A-1 11-241.38 4301930798 06745 168 26E 5 DKTA					
HANCOCK FEDERAL 2 U-38720 4301930833 06750 178 25E 5 DKTA					
BENNION FED. 1					
€€0 FEDERAL H-1 <u>U-0/26528</u> 4301931002 06765 16S 25E 12 MRSN					·
VALENTINE FEDERAL 3 14-38276 4301931009 06770 16S 25E 35 DKTA					
WALL FEDERAL #1				<u> </u>	
OIL SPRINGS UNIT 5 U-08424-A 4304715930 06775 128 24E 5 WSTC		Need successors	to Unit open.	(TX0	to marathon)
OIL SPRINGS UNIT #10 U-08434A 4304731656 06776 128 24E 5 WSTC					
GRYNBERG FEDERAL #1 14-13653 4301930657 06781 16S 25E 28 DKTA					
BMG FEDERAL #1					
ז	OTAL				
Comments (attach separate sheet if necessary)					
					
I have reviewed this report and certify the information	to be	accurate and complete.	Date		
				٠.	
Authorized signature			Telephone		





P.O. Box 2690 Cody, Wyoming 82414 DIVISION OF Telephone 307/587-4960IL, GAS & MINING

rug DRN Ce R Forth

January 22, 1991

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

UTAH DIVISION OF OIL, GAS & MINING 3 Triad Center, Ste. 350 Salt Lake City, UT 84180-1203 Attention: State Director

Re: The Merger of TXO Production Corp. into Marathon Oil Company

Gentlemen:

As Marathon Oil Company advised in its October 8, 1990 letter, TXO Production Corp., a Delaware corporation ("TXO") was being merged into Marathon Oil Company, an Ohio corporation ("Marathon"), on or before January 1, 1991. As stated in the October letter, before this merger, both TXO and Marathon were subsidiaries of USX Corporation.

Effective January 1, 1991, TXO was merged into Marathon, with Marathon becoming the surviving corporation, as evidenced by the enclosed Certificate of Merger signed by the Secretary of State for the State of Ohio. Due to this statutory merger, by operation of law, Marathon, as the surviving entity, has succeeded to all of the assets, property, rights, privileges, power and authority, and has assumed all obligations and liabilities of TXO which existed on the date of the merger.

Marathon requests that your records and filings be changed to reflect this merger, including making any appropriate change in your operator or ownership records. For the purposes of any change, mailing or notification, please substitute the following address and phone number for TXO:

Marathon Oil Company Attention: Mr. R. P. Meabon 1501 Stampede Avenue P. O. Box 2690 Cody, WY 82414 (307) 587-4961 Utah Division of Oil, Gas & Mining January 22, 1991 Page 2

Any bond in the name of TXO should be cancelled and all wells and properties shown on the attached Exhibit "A" should be placed on Marathon's statewide bond for the state of Utah.

Marathon respectfully requests that you acknowledge your receipt of this letter by signing the enclosed duplicate original of this letter in the space provided below, and returning it to me in the self-addressed, stamped envelope provided. Also, please provide Marathon with confirmation of the bond cancellations in accordance with the substitution requested above.

Marathon appreciates your patience and cooperation in this matter, and if Marathon can be of any further assistance, please feel free to contact this office.

Sincerely,

CPM Loc.

R. P. Meabon
Regulatory Coordinator
Rocky Mountain Region
Extension 3003

RPM:mh

Attachments

RECEIVED AND ACCEPTED THIS _____ DAY OF ______
1991, BY:

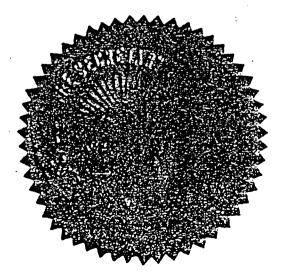
Governmental Agency or Department]

By______
Name_____
Its_____
Title

UNITED STATES OF AMERICA, STATE OF OHIO, OFFICE OF THE SECRETARY OF STATE.

I, Sherrod Brown

do hereby certify that I am the duly elected, qualified and present acting Secretary of State for the State of Ohio, and as such have custody of the records of Ohio and Foreign corporations; that said records show an AGREEMENT OF MERGER of MARATHON PETROLEUM COMPANY, an Ohio corporation, Charter No. 7265, having its principal location in Findlay, County of Hancock, and incorporated on August 1, 1887, and TXO PRODUCTION CORP.. a Delaware corporation, having qualified to do business within the State of Ohio on November 2, 1983, under License No. 623328, into MARATHON OIL COMPANY, an Ohio corporation, Charter No. 584981, the survivor of said Merger, filed in this office on December 24, 1990, recorded in the Records of Incorporation. Said surviving corporation, MARATHON OIL COMPANY, an Ohio corporation, Charter No. 584981, having its principal location in Findlay, County of Hancock, was incorporated on November 18, 1981 and is currently in GOOD STANDING upon the records of this office.



WITNESS my hand and official seal at

Columbus, Ohio, this

28th day of_

December

A.D.19 90

Sherrod Brown Secretary of State





Findlay, Ohio 45840 Telephone 419/422-2121

January 23, 1991

N1580

TO WHOM IT MAY CONCERN:

Effective immediately after the close of business on December 31, 1990, TXO Production Corporation, taxpayer I.D. 75-1710388, a Delaware Corporation, was merged into Marathon Oil Company, taxpayer I.D. 25-1410539.

Following the merger, all business activity previously conducted by TXO Production Corporation will be conducted by and under the name of Marathon Oil Company.

> Marathon Oil Company Tax Organization

GRL:pah GRL100T

1661 A 1 814

Send a copy to Dom 2-21-91

A subsidiary of USX Corporation

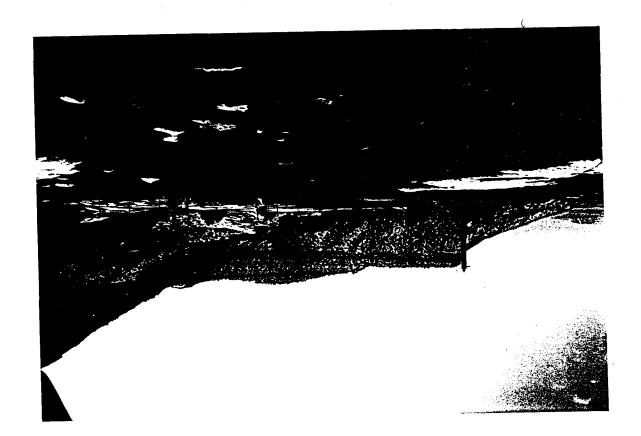
Copy sent to Master Sile Mail

	n of Oil, Gas a OR CHΛNGE H							Rout	
				regarding this o I/A if item is not			-	2- D 3- V	CR(4) T8D (5 LC JF
	ge of Opera gnation of		sold)		ion of Agent Name Change	Only		5- R	WM 49 .QR. Fee
The op	erator of th	he well(s)	listed belo	w has changed	(EFFECTIVE [DATE: _	1-1-91)	
TO (ne	w operator) (address)	P. O. BOX	82414 82414		former opera (addr	ess) <u>F</u> 	CODY, WY	X 2690 82414	
ı		•	07) 587-4961 0. <u>N 3490</u>				hone <u>(3</u> 0 ccount r		
Hell(s) (attach addi	tional page	if needed):	***MERGER	***				
Name: Name: Name:			_ API: _ API: _ API:	Entity: Entity: Entity: Entity: Entity: Entity: Entity:	Sec_ Sec_ Sec_	Twp_ Twp_ Twp_ Twn	Rng Rng Rng	_ Lease _ Lease _ Lease	Type: Type: Type:
<u>N/#</u> 1.	(Rule R615-	i-8-10) Su Attach to -8-10) Sun	ndry or oth	ner <u>legal</u> doc see documentation <u>legal</u> documen	n /				
	operating t	any werrs	mmerce has b in Utah. I le number: _	een contacted s company reg	if the new istered with	operato the s	or above state? (is not yes/no)	currently If
fet 4.	comments s	ection of	ocumentation this form.	ONLY) The BLM Form to thi Management r to completion	s report). eview of Fe	Make deral	note o and Ind	of BLM ian well	status in
Jef5.	Changes hav listed abov	/e been en /e. <i>(2-26-</i>	tered in the	Oil and Gas	Information	System	(Wang/I	BM) for	each well
Jel 6.	Cardex file	has been	updated for	each well lis	ted above.				
Jef 7.	Well file 1	labels hav	e been updat	ed for each we	11 listed ab	ove.			
	for distric	ve been in oution to	ncluded on th State Lands	ne monthly "Op and the Tax Co	perator, Addi	ress, a	and Acco	unt Char	iges" memo
forg.	A folder had placed ther	as been se re for ref	et up for the erence durin	e Operator Cha g routing and	nge file, ar processing o	nd a co	opy of toriginal	his page documer	has been nts.

ERATOR	CHANGE WORKSHEET (CONTINUED) Initial each item when completed. Write N/A if item is not applicable.
	(Rule R615-8-7) Entity assignments have been reviewed for all wells listed above. Were entity changes made? (yes no) (If entity assignments were changed, attach copies of Form 5, Entity Action Form).
ulaz.	State Lands and the Tax Commission have been notified through normal procedures of entity changes.
ND VE	RIFICATION (Fee wells only)
MAI.	(Rule R615-3-1) The new operator of any fee lease well listed above has furnished a proper bond. (Fedinal i State wells only!) (upon completion of routing) A copy of this form has been placed in the new and former operators' bond files.
Luts.	The former operator has requested a release of liability from their bond (yes)no) <u>yes</u> . Today's date <u>February 27</u> , 19 <u>91</u> . If yes, division response was made by letter dated <u>March 1,</u> 19 <u>91</u> .
ASE I	NTEREST OHNER NOTIFICATION RESPONSIBILITY
•	(Rule R615-2-10) The former operator/lessee of any fee lease well listed above has been notified by letter dated 19, of their responsibility to notify any person with an interest in such lease of the change of operator. Documentation of such notification has been requested.
^{رخ} 2.	Copies of documents have been sent to State Lands for changes involving State leases.
LMING	
LING	
A.	Nation of all attachments to this form have been filed in each well file.
jest.	The <u>original</u> of this form and the <u>original</u> attachments have been filed in the Operator Change file.
MMENT	
910	204 Bfm/Moab No doc. as of yet. (In the process of changing) will call when approved.
910	Btm 15.4. Book Cliffs Unit, Oil Springs Unit, marble Mansion Unit (Not approved as of get) 204 St. Lands - No documentation as of yet. (Copy hand delivered 2-8-91) fee
9108	122 Bbm/5.4 Approved 2-20-91 - OK for DOGM to recognize eff. date 1-1-91. (TThomassa)
<u>9107</u> 71/34	26 St. Lands - Needs additional into. "will lake 2-3 weeks". (Proceed with change per DTS)

Valentine # 1 3#3
T165, R25E, Sec 35
#3 directionally drilled to east

#1 4301930639 PGW #3 4301931009 PGW



LONE MOUNTAIN PRODUCTION COMPANY

P.O. BOX 3394 408 PETROLEUM BUILDING BILLINGS, MONTANA 59103-3394 (406) 245-5077 FAX 248-6321

February 22, 1993

State of Utah Dept. of Natural Resources Division of Oil, Gas, & Mining 3 Triad Center, Suite 350 Salt Lake City, Utah 84180

Re: Change of Operator

Sundry Notices

Grand and Uintah Counties, Utah

Gentlemen:

Enclosed in triplicate are Sundry Notices for 53 wells located on Federal lands in Utah for which Lone Mountain Production Company is assuming operations effective February 22, 1993. Two separate lists of the wells and lease numbers, by sorted by BLM district, are attached. The wells were all previously operated by Marathon Oil Company. If any further information is needed please advise either me or Joe Dyk in our Grand Junction office.

Very truly yours,

Lone Mountain Production Company

James G. Routson

President

Enclosures

xc: Joe Dyk Marathon BECEIVE

FEB 2 5 1993

DIVISION OF OIL GAS & MINING Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED							
Budget Bureau No. 1004-0135							
Expires: March 31, 1993							

5. Lease Designation and Serial No.

U-38276

Do not use this form for proposals to dr	AND REPORTS ON WELLS ill or to deepen or reentry to a different reservoir. R PERMIT—" for such proposals	6. If Indian, Allottee or Tribe Name
1. Type of Well Oil Gas Well Other 2. Name of Operator Lone Mountain Production	on Company	7. If Unit or CA, Agreement Designation CR-41 8. Well Name and No. Valentine Fed. No. 3 9. API Well No.
3. Address and Telephone No. P.O. Box 3394, Billing: 4. Location of Well (Footage, Sec., T., R., M., or Survey D 729' FSL, 1968' FWL, So (SE ¹ / ₄ SW ¹ / ₄)	escription) ec. 35-T16S-R25E	43-019-31009 10. Field and Pool, or Exploratory Area San Arroyo 11. County or Parish, State Grand County, Utah
	s) TO INDICATE NATURE OF NOTICE, REPOF	IT, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF ACTION	
Notice of Intent Subsequent Report Final Abandonment Notice	Abandonment Recompletion Plugging Back Casing Repair Altering Casing Xother Change of Operator	Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection Dispose Water (Note: Report results of multiple completion on Well
Lone Mountain Prod referenced well ef Marathon Oil Compa	uction Company has assumed operafective February 22, 1993. The ny.	former operator was
BLM Bond No. UT071 Field Operations w	9. ill be handled by our Grand Juno	ction office.
14. I hereby certify that the foregoing is true and correct Signed	Petroleum Engineer	Feb. 22, 1993
(This space for/Federal or State office use) Approved by Conditions of approval, if any:	Title	Date

or representations as to any matter within its jurisdiction.

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements

UTAH FEDERAL WELLS

DECIMINED

FEB 2 5 1993

DIVISION OF OIL GAS & MINING

VERNAL BLM DISTRICT

		·
WELL	LEASE NO.	LOCATION
Shuffleboard Fed. No. 1	U-31255	NE NE Sec. 27-T6S-R21E
Stirrup Fed. No. 28-1	U-34711	NW1 SW1 Sec. 28-T6S-R21E
Stirrup Fed. No. 29-2	U-46699	NW4 SE4 Sec. 29-T6S-R21E
Stirrup Fed. No. 29-3	U-46699	SE_{4}^{2} SE_{4}^{2} Sec. 29-T6S-R21E
Football Fed. No. 29-4	U-46699	SE4 SW4 Sec. 29-T6S-R21E
Croquet Fed. No. 1	U-53862	SE# NE# Sec. 35-T6S-R21E
Croquet Fed. No. 2	U-53862	NE‡ SE‡ Sec. 35-T6S-R21E
Croquet Fed. No. 3	U-53862	NE‡ NW‡ Sec. 35-T6S-R21E
Bridle Fed. No. 1	U-47866	SW4 SW4 Sec. 34-T6S-R22E
Bridle Fed. No. 2	U-47866	NE4 SE4 Sec. 34-T6S-R22E
Bridle Fed. No. 3	U-47866	SW4 NW4 Sec. 34-T6S-R22E
Bridle Fed. No. 4	U-47866	SE1 NE1 Sec. 34-T6S-R22E
Cracker Fed. No. 1	U-54197	SE4 NE4 Sec. 8-T11S-R23E
Cracker Fed. No. 2	U-54197	SE4 SE4 Sec. 8-T11S-R23E
Cracker Fed. No. 3	U-54193	SW4 SE4 Sec. 5-T11S-R23E
Cracker Fed. No. 4	U-54196	SE4 NE4 Sec. 7-T11S-R23E
Marble Mansion Unit #1	U-54201	SE‡ SE‡ Sec. 18-T11S-R23E
Wells Fed. A No. 1	U-54198	SW1 SE1 Sec. 12-T11S-R23E
Oil Springs Unit #5	U-08424-A	NEł SWł Sec. 5-T12S-R24E
Oil Springs Unit #7	U-08424-A	SE1 SW1 Sec. 4-T12S-R24E
Oil Springs Unit #10	U-08424-A	NE NE Sec. 5-T12S-R24E

UTAH FEDERAL WELLS

MOAB BLM DISTRICT

WELL	LEASE NO.	LOCATION
Bookcliffs Unit No. 1	U-036905	SE‡ SE‡ Sec. 32-T18S-R22E
Bookcliffs Unit No. 3	U-036905	Sw1 NE1 Sec. 33-T18S-R22E
Hancock Fed. No. 2	U-38720	$NW_{\frac{1}{4}}$ SW $_{\frac{1}{4}}$ Sec. 5-T17S-R25E
Hougen Fed. No. A-1	U-42480	SW1 SW1 Sec. 14-T17S-R24E
TXO-POGO-USA No. 15-9	U-49535	NE# SE# Sec. 15-T17S-R24E
Callister Fed. No. 1	U-38363	NW1 SE1 Sec. 24-T16S-R24E
Ptasynski Fed. No. 1	U-24603-A	NE 1 NW 2 Sec. 15-T17S-R23E
Arco Fed. B No. 1	U-9831	SE‡ SE‡ Sec. 6-T16S-R25E
Arco Fed. C No. 1	U-06188-B	NW1 NW1 Sec. 35-T16S-R25E
Arco Fed. D No. 1	U-29645	NE4 SE4 Sec. 34-T16S-R25E
Arco Fed. H No. 1	U-0126528	NW1 SW1 Sec. 12-T16S-R25E
Grynberg Fed. No. 1	U-13653	NE1 SW1 Sec. 28-T16S-R25E
Lauck Fed. A No. 1	U-34033	SE1 SE1 Sec. 29-T16S-R25E
Lauck Fed. No. 2	·U-34033	NW1 SW1 Sec. 29-T16S-R25E
Nicor Fed. No. 1	U-31807	NW1 NE1 Sec. 28-T16S-R25E
Nicor Fed. No. 2	U-13653	$NW_{\frac{1}{2}}$ NE $_{\frac{1}{2}}$ Sec. $\frac{29}{33}$ -T16S-R25E
Valentine Fed. No. 1	U-38276	SE‡ SW‡ Sec. 35-T16S-R25E
Valentine Fed. No. 2	U-38276	SE1 NW1 Sec. 34-T16S-R25E
Valentine Fed. No. 3	U-38276	SE‡ SW‡ Sec. 35-T16S-R25E
Wall Fed. No. 1	U-24632	NE1 SW1 Sec. 30-T16S-R25E
Bennion Fed. No. 1	U-24632	NE1 NW1 Sec. 30-T16S-R25E
Harvey Fed. No. 1-X	U-10427	Sw1 SE1 Sec. 5-T16S-R25E

UTAH FEDERAL WELLS

MOAB BLM DISTRICT

WELL	LEASE NO.	LOCATION
BMG Fed. No. 1	U-05015	NE‡ NW‡ Sec. 8-T16S-R26E
BMG Fed. No. 2	U-05015	SW1 SW1 Sec. 8-T16S-R26E
BMG Fed. No. 3	U-05015-A	SW1 SW1 Sec. 8-T16S-R26E
BMG Fed. No. 4	U-05015-A	NW1 NW1 Sec. 17-T16S-R26E
BMG Fed. No. 5	U-05015-A	NW1 SW1 Sec. 78-T16S-R26E
BMG Fed. No. 7	U-05015-A	NW4 SE4 Sec. 17-T16S-R26E
Credo Fed. No. 1	U-24638	NE4 SE4 Sec. 5-T16S-R26E
Credo Fed. A No. 1	U-24638	SE4 NW4 Sec. 5-T16S-R26E
Moxa Fed. No. 1	U-24638	SW4 SW4 Sec. 9-T16S-R26E
Moxa Fed. A No. 1	U-24638	NE1 SE1 Sec. 4-T16S-R26E

UTAH STATE WELLS

WELL	LEASE NO.	LOCATION
Texas Pacific No. 1	ML-4468-A	NW1 SE1 Sec. 36-T16S-R25E Grand County
Texas Pacific No. 2	ML-4468-A	SW1 SW1 Sec. 36-T16S-R25E Grand County
Little Berry No. 1	ML-21061	SW1 SW1 Sec. 2-T16S-R23E Grand County
Evacuation Creek No. 1	ML-39868	SE‡ SW‡ Sec. 36.T11S-R25E Uintah County
Evacuation Creek A No. 1	ML-28043	NE¼ NE¼ Sec. 2-T12S-R25E Uintah County
Evacuation Creek 23-2-1	ML-28043	NE1 SW1 Sec. 2-T12S-R25E Uintah County
Stirrup No. 32-1	ML-22036	NW1 NE1 Sec. 32.T6S-R21E Uintah County
Stirrup No. 32-2	ML-22036	SE¼ NE¼ Sec. 32.T6S-R21E Uintah County
Stirrup No. 32-4	ML-22036	NW4 NE4 Sec. 32.T6S-R21E Uintah County

STATE OF UTAH DIVISION OF OIL, GAS AND MINING

			5. LEASE DESIGNATION & SERIAL NO.
			See Below
(Do not use this form fo	NOTICES AND REPORTS or proposals to drill or to deepen or plug to application FOR PERMIT—" for su	pack to a different reservoir.	6. IF INDIAN, ALLOTTEE OR TRIBE NAME
	HER	शिष्ट दिल्लाएगडा	?. UNIT AGREEMENT NAME
2 NAME OF OPERATOR			FARM OR LEASE NAME
Marathon Oil Com	ipany	FEB 2 5 1993	See Below
P.O. Box 2690, 0	ody, Wyoming 82414		See Below
 LOCATION OF WELL (Report local See also space 17 below.) 	tion clearly and in accordance with any State rec	DIVISION OF	16. FIELD AND POOL, OR WILDCAT
At surface	Below	OIL GAS & MINING	- See Below
At proposed prod. zone SEE		and on the satisfaction	11. SEC., T., R., M., OR BLK, AND SURVEY OR AREA
		•	See Below
14. API NO.	15. ELEVATIONS (Show whether E	F. RT. GR. etc.)	Grand and 13. STATE
See Below			Uinta n Utah
rer C	heck Appropriate Box To Indicate I	Nature of Notice, Report or Oth	ner Data
NOTICE O	F INTENTION TO:	SUBSEQ	UENT REPORT OF:
TEST WATER SHUT-OFF	PULL OR ALTER CASING	WATER SHUT-OFF	REPAIRING WELL
FRACTURE TREAT	MULTIPLE COMPLETE	FRACTURE TREATMENT	ALTERING CASING
SHOOT OR ACIDIZE	ABANDON .	SHOOTING OR ACIDIZING	ABANDONMENT*
REPAIR WELL (Other)	CHANGE PLANS	(Other)(Note: Report results of	of multiple completion on Well
(Other)		Completion or Recon	pletion Report and Log form.)
APPROX. DATE WORK WILL	START	DATE OF COMPLETION	
pertinent to this work.) On 2/22/93 with	lf well is directionally drilled, give subsur	* Must be accomp	ertinent dates, including estimated date of e vertical depths for all markers and zones anied by a cement verification report.
103 11gm03, 0101	Lone Mountain Pro		
	P.O. Box 3394, 40 Billings, Montana	8 Production Building	3
advising that Lo	sundry notice to Lone M ne Mountain Production within the federal and	Company is resposible	for operating these.
Utah O&Gcc: WR	F,RDS,CLB,RPM,KJI,TITLE	AND CONTR(HOU) ACCTO	GCFR.LONE MTN PROD
	, , , , , , , , , , , , , , , , , , , ,	, , , , , , , , , , , , , , , , , , ,	THE TIME
18. I hereby certify that the fore signed R.P. Meabon	3000 11	gulatory Coordinator	DATE 2/23/93
(This space for Federal or St	ate office use)		
APPROVED BY	TITLE		DATE
COMPLETONS OF LEAD OF			

List of Properties sold by Marathon Oil Company to Lone Mountain Production Company, P.O. Box 3394, 408 Petroleum Building, Billings, Montana 59103-3394

WELL	LOCATION	LEASE	API #
North Horse Point Fi	eld		
Little Berry State #	SW/4 SW/4,Sec. 2-16S-23E	ML-21061	043-019-31075
BAR X West Field			
Hancock Federal #2	NW/4 SW/4,Sec. 5-17S-25E	U-38720	043-019-30833
Bryson Canyon Field			
Hougen Federal A#1- S TXO Pogo USA #19-9	t #1 SW/4 SW/4 Sec.14-17S-2 NE/4 SE/4,Sec. 15-17S-24E	4E U-42480 U-49535	043-019-30799 043-019-30779
East Canyon Field			٠.
Callister Federal #1 Ptasynski Federal #1	NW/4 SE/4 Sec. 24-16S-24E NE/4 NW/4 Sec. 15-17S-23E	U-38363 U-24603-A	043-019-30857 043-019-30780
Horseshoe Bend Field			
Croquet Federal #1 Croquet Federal #2 Croquet Federal #3 Football Fed #29-4 Shuffleboard Fed #1 Stirrup Fed. #28-1 Stirrup Fed. #29-2 Stirrup Fed. #29-3 Stirrup State #32-1 Stirrup State #32-2 Stirrup State #32-4	SW/4 SW/4 Sec. 34-6S-22E NE/4 SE/4 Sec. 34-6S-22E SE/4 NE/4 Sec. 34-6S-22E SE/4 NE/4 Sec. 34-6S-22E SE/4 NE/4 Sec. 35-6S-21E NE/4 SE/4 Sec. 35-6S-21E NE/4 NW/4 Sec. 35-6S-21E NE/4 NW/4 Sec. 29-6S-21E NE/4 NE/4 Sec. 27-6S-21E NW/4 SW/4 Sec. 28-6S-21E NW/4 SE/4 Sec. 29-6S-21E SE/4 SE/4 Sec. 29-6S-21E SE/4 NE/4 Sec. 32-6S-21E SE/4 NE/4 Sec. 32-6S-21E NW/4 NE/4 Sec. 32-6S-21E NW/4 NE/4 Sec. 32-6S-21E	U-47866 U-47866 U-47866 U-47866 U-53862 U-53862 U-53862 U-46699 U-31255 U-34711 U-46699 U-46699 ML-22036 ML-22036 ML-22036	043-047-31533 043-047-31655 043-047-31678 043-047-31866 043-047-31672 043-047-31867 043-047-31883 043-047-31571 043-047-31508 043-047-31508 043-047-31634 043-047-31634 043-047-31626 043-047-31648
Rockhouse Field Cracker Fed. #1 Cracker Fed. #2 Cracker Fed. #3 Eracker Fed. #4 Marble Mansion #1 Wells Fed. A #1	SE/4 NE/4 Sec. 8-11S-23E SE/4 SE/4 Sec. 8-11S-23E SW/4 SE/4 Sec. 5-11S-23E SE/4 NE/4 Sec. 7-11S-23E SE/4 SE/4 Sec. 18-11S-23E SW/4 SE/4 Sec. 12-11S-23E	U-54197 U-54197 U-54193 U-54196 U-54201 U-54198	043-047-31532 043-047-31690 043-047-31689 043-047-31748 043-047-31865 043-047-31603

Exhibit 'B' Page 1 of 2 Utah sale

San Arroyo Field

Arco Fed. B #1 Arco Fed. C #1 Arco Fed. D #1 Arco Fed. H #1 Bennion Fed. #1 BMG Fed. #2 BMG Fed. #3 BMG Fed. #3 BMG Fed. #5 BMG Fed. #7 Bookcliffs #1 Bookcliffs #3 Credo Fed. A #1 Credo Fed. A #1 Credo Fed. A #1 Lauck Fed. A #1 Lauck Fed. #2 Moxa Fed. #1 Nicor Fed. #2 Moxa Fed. #1 Nicor Fed. #2 Texas Pac St #1 Texas Pac St #2 Valentine Fed. #2 Valentine Fed. #3 Wall Fed. #1 Oil Springs Field Oil Springs #5 Oil Springs #7 Oil Springs #7 Oil Springs #10 Evacuation Creek Fiel	NW/4 NW/ NE/4 NW/ NE/4 NW/ NE/4 NW/ SW/4 SW/ SW/4 SW/ NW/4 SE/ SW/4 SE/ SE/4 NW/ SE/4 SE/ NW/4 SE/ SE/4 SW/ SE/4 SW/ SW/4 SE/ SW/4 SE/ NW/4 SE/ NW/4 SE/ SE/4 SW/ SW/4 SW/ SE/4 SW/ SE/	4 Secondary Seco	- 6-16S-25E - 35-16S-25E - 34-16S-25E - 12-16S-25E - 30-16S-26E - 8-16S-26E - 8-16S-26E - 17-16S-26E - 17-16S-26E - 32-18S-22E - 33-18S-22E - 5-16S-26E - 28-16S-25E - 29-16S-25E - 29-16S-25E - 29-16S-25E - 29-16S-25E - 36-16S-25E - 36-16S-25E	U-9831 U-06188-B U-29645 U-0126528 U-0126528 U-24632 U-05015 U-05015-A U-05015-A U-05015-A U-036905 U-036905 U-24638 U-24638 U-13653 U-13653 U-13653 U-13653 U-34033 U-34033 U-34033 U-34033 U-34033 U-34638 U-34638 U-24638 U-24638 U-24638 U-24638 U-24638 U-24638 U-24638 U-24638 U-24638 U-24638 U-24638 U-24638 U-24638 U-38276 U-38276 U-38276 U-38276 U-38276 U-38276 U-38276 U-38276 U-38276 U-38276 U-38276 U-38276 U-38276 U-38276 U-38276 U-38276	043-019-30552 043-019-30578 043-019-31002 043-019-31017 043-019-31108 043-019-31130 043-019-31131 043-019-31131 043-019-31183 043-019-15410 043-019-15411 043-019-30797 043-019-30798 043-019-30657 043-019-30657 043-019-30656 043-019-30698 043-019-30698 043-019-30656 043-019-30634 043-019-30639 043-019-30639 043-019-30639 043-019-30639 043-019-30640 043-019-30640 043-019-30639 043-019-30640 043-019-30656
_		C	0 100 0==		
State A #1 Evacuation Cr.#23-2-1			2-12S-25E	ML-28043	043-047-31674
Evacuation Creek State #1	SE/4 SW/4	Sec.	2-12S-25E 36-11S-25E	ML-28043 ML-39868	043-047-15675 043-047-31307

		of Oil, Gas a D R CHΛNGE H C						Routing:
				the division regard ted. Write N/A if		ble.		2-DTST3 3-VLC 4-RJF
				old) 🗆				5-RWM 6-ADA
The	ope	erator of th	ne well(s) l	isted below has	changed (EFFEC	TIVE DATE:	2-22-93)
TO (new	operator) (address)	P. O. BOX 3	ODUCTION CO 394 T 59103-3394	FROM (former	operator) (address)	MARATHON O P. O. BOX CODY, WY	2690
			phone <u>(406</u> account no.				phone <u>(307</u> account no) 587-4961 _N 3490
He 11	(s)) (attach addi	tional page if	needed):			ē	
Nan Nan Nan Nan Nan	ie : _ ie : _ ie : _ ie : _			API:API:API:API:API:API:API:API:API:API:API:API:API:API:API	Entity: Entity: Entity: Entity: Entity:	_ SecTw _ SecTw _ SecTw _ SecTw _ SecTw	oRng oRng oRng oRng	Lease Type: Lease Type: Lease Type: Lease Type: Lease Type: Lease Type:
.//	2.	operator (A	Attach to th -8–10) Sundr	is form). (Red)	2-25-93)		*	ed from <u>former</u> om <u>new</u> operator
		operating a	any wells i	nerce has been on Utah. Is come number:	contacted if the npany registered	e new opera d with the	ator above i state? (ye	s not currently s/no) If
he		comments s changes sho	lephone Doc ection of t ould take pl	cumentation for this form. Man ace prior to co	m to this rep agement review mpletion of ste	ort). Mak of Federa l ps 5 throu	ke note of I and India gh 9 below.	ing this change BLM status in n well operator
Jec.	5.	Changes hav listed abov	ve been ente ve. <i>(3-30-93</i>)	ered in the Oil	and Gas Inform	ation Syste	em (Wang/IBM	1) for each well
<u>ke</u>	6.	Cardex file	e has been u	pdated for each	well listed ab	ove. (3-30-93	7	
٨		for distrib	oution to St	ate Lands and t	he Tax Commissi	on. (33093)) .	it Changes" memo
Lec	9.	A folder h	as been set re for refer	up for the Ope ence during rou	rator Change fi ting and proces	le, and a sing of th	copy of thi e original	s page has been documents.
								,

EKATOR CHANGE WORKSHEET (CONTINUED) Initial each item when completed. Write N/A item is not applicable.	*
TITY REVIEW	
1. (Rule R615-8-7) Entity assignments have been reviewed for all wells listed above entity changes made? (yes/no) (If entity assignments were changed, attach <u>cor</u> Form 6, Entity Action Form).	. Were <u>pies</u> of
A 2. State Lands and the Tax Commission have been notified through normal proceduentity changes.	res of
ND VERIFICATION (Fee wells only)	
1. (Rule R615-3-1) The new operator of any fee lease well listed above has furni proper bond.	shed a
\sqrt{h} 2. A copy of this form has been placed in the new and former operators' bond files.	
wh3. The former operator has requested a release of liability from their bond (yes/no former operator has requested a release of liability from their bond (yes/no former operator has requested a release of liability from their bond (yes/no former operator has requested a release of liability from their bond (yes/no former operator has requested a release of liability from their bond (yes/no former operator has requested a release of liability from their bond (yes/no former operator has requested a release of liability from their bond (yes/no former operator has requested a release of liability from their bond (yes/no former operator has requested a release of liability from their bond (yes/no former operator has requested a release of liability from their bond (yes/no former operator has requested a release of liability from their bond (yes/no former operator has requested a release of liability from their bond (yes/no former operator has requested a release of liability from their bond (yes/no former operator has requested a release of liability from their bond (yes/no former operator has requested a release of liability from their bond (yes/no former operator has requested a release of liability from their bond (yes/no former operator has requested a release of liability from their bond (yes/no former operator has requested a release of liability from their bond (yes/no former operator has requested a release of liability from their bond (yes/no former operator has requested a release of liability from their bond (yes/no former operator has requested a release of liability from their bond (yes/no former operator has requested a release of liability from their bond (yes/no former operator has requested a release of liability from their bond (yes/no former operator has requested a release of liability from their bond (yes/no former operator has requested a release of liability from their bond (yes/no former operator has requested a release operator has requested a release of liability from their bond (yes/no fo	o) letter
ASE INTEREST OWNER NOTIFICATION RESPONSIBILITY	
(Rule R615-2-10) The former operator/lessee of any fee lease well listed above had notified by letter dated	as been ify any of such
2. Copies of documents have been sent to State Lands for changes involving State lease	es.
LHING	
1. All attachments to this form have been microfilmed. Date:1	9
LING	
$\frac{\mathcal{U}}{g}$ 1. Copies of all attachments to this form have been filed in each well file.	
2. The <u>original</u> of this form and the <u>original</u> attachments have been filed in the O Change file.	perator
MMENTS	
930316 Bim moab Approved some of the wells on 3-10-93 off 2-23-93. (see other cha	inger
930323 Bim/Vernal Approved some of the wells on 3-16-93 ef. 10-1-92. The remaining we	elis
are unifized or under a C.A. (w:11 be handled on segarate change).	
930330 Btm/s. 4. Approved C.A. changes & fl. 3-26-93.	
Unit operator changes approved 3-25-93. (booke lills, Marble Mansion, Oil Sp.	ings?

Bureau of Land Management Branch of Fluid Minerals P.O. Box 45155 Salt Lake City, Utah 84145-0155

March 26, 1993

Lone Mountain Production Company P.O. Box 3394 Billings, Montana 59103-3394

Re: Successor of Operator

Communitization Agreement (CA)

CR-41

Grand County, Utah

Gentlemen:

We received an indenture dated February 22, 1993, whereby Marathon Oil Company resigned as Operator and Lone Mountain Production Company was designated as Operator for CA CR-41, Grand County, Utah.

This instrument is hereby accepted effective as of March 26, 1993. In approving this designation, the Authorized Officer neither warrants nor certifies that the designated party has obtained all required approval that would entitle it to conduct operations under CA CR-41.

Your statewide (Utah) oil and gas bond No. 0719 will be used to cover CA operations.

Please advise all interested parties of the change in operator. Copies of the approved instruments are being distributed to the appropriate federal offices, with one copy returned herewith.

Sincerely,

(Orig. Sgd.) R. A. Henricks Robert A. Henricks Chief, Branch of Fluid Minerals

Enclosure

bcc: District Manager - Moab (w/enclosure)
 Division Oil, Gas, & Mining;
 File - CR-41 (w/enclosure)
 MMS - Data Management Division
 Agr. Sec. Chron

Fluid Chron

U-922:TAThompson:tt:09-30-92

Page No. 03/26/93

WELL STATUS REPORTS

UTAH STATE OFFICE

INSPECTION ITEM	API NO.	WELL Number	TOTO	SEC	TWN	RNG	WELL STATUS	LEASE	NAME	OPERATOR
** INSPECTION ITEM CR41 CR41 CR41	430193063900S1 1 430193100900S1 3		SESW SESW	35 35		25E 25E	PGW PGW	UTU38276 UTU38276		MARATHON OIL COMPANY MARATHON OIL COMPANY

CONDITIONS OF APPROVAL

We have reviewed your proposal for technical adequacy and concur with the request providing the following stipulations are included as a part of the approval.

1. This change of operator approval is for the following wells only:

WELL NAME & NUMBER	LEASE NUMBER
Stirrup Fed. 28-1	U - 34711
Stirrup Fed. 29-2	U - 46699
Stirrup Fed. 29-3	U - 46699
Stirrup Fed. 29-4	U - 46699
Croquet Fed. 1	U - 53862
Croquet Fed. 3	U - 53862
Bridle Fed. 1	U - 47866
Bridle Fed. 2	U - 47866
Bridle Fed. 3	U - 47866
Bridle Fed. 4	u - 47866
Cracker Fed. 1	U - 54197
Cracker Fed. 2	u - 54197
Cracker Fed. 3	U - 54193
Cracker Fed. 4	U - 54196
Wells Fed. 1	U - 54198

2. The other wells as listed in the attachment to this sundry notice are denied. The reason for denial is because the wells are either in a Communitization Agreement (C.A.) or a Federal Unit or they are located outside of the Vernal District. Changes of operator for wells that are C.A.s or Federal Units needed to be filed with our BLM State Office in Salt Lake City, Utah. The changes for the other wells will need to be filed in the appropriate District or Resource Area Office.

SECETALED!

MAR 2 2 1993

DIVISION OF OIL GAS & MINING